



CASCADE CHARTER TOWNSHIP

KENT COUNTY, MICHIGAN

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022



Vredeveld Haefner LLC
CPAs and Consultants

Cascade Charter Township

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INDEPENDENT AUDITORS' REPORT

June 14, 2023

Township Board
Cascade Charter Township
Kent County, Michigan

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cascade Charter Township (the Township), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Township, as of December 31, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Township and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged in governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 10 and the information on pages 39 through 48 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The 2022 balances in the combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2022 balances in the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the Township's basic financial statements for the year ended December 31, 2021, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements as a whole. The individual fund financial statements, related to the

2021 financial statements for the year ended December 31, 2022, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 individual fund financial statements are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

As management of Cascade Charter Township (the Township), we offer readers of the Township's financial statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended December 31, 2022. We encourage readers to consider the information presented here in conjunction with additional information that is furnished in the financial statements and notes to the financial statements.

Financial Highlights

- The Township's net position increased through 2022 operations by \$646,841 (or 1.5%).
- Total expenses of the Township's programs were \$13,729,113.
- Total revenues, including all program and general revenues, were \$14,375,954.
- At the close of the current year, the Township's governmental funds reported combined ending fund balances of \$27,411,997, an increase of \$7,789,354 from the previous year.
- At the end of the current year, the unassigned fund balance for the General Fund was \$4,118,872 or 91% of total General Fund expenditures and transfers out.
- Total long-term debt of the Township increased by \$5,714,188 (or 269%) during the current year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Cascade Charter Township's financial statements. The Township's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Township's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Township's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Township is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused compensated absences, accrued interest, etc.).

Both of the government-wide financial statements distinguish functions of the Township that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Township include general government, public safety, public works, community and economic development, culture and recreation, and other township activities. The Township has no business-type activities.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Township, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Township can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the general, fire, police, open space, library, pathways, inspections, Coronavirus relief, and fire station capital project funds which are considered major funds.

Data is combined into a single aggregated presentation for the other governmental funds. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements and schedules*.

The Township adopts an annual appropriated budget for its general and special revenue funds. Budgetary comparison schedules have been provided herein to demonstrate compliance with those budgets.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resource of those funds are *not* available to support the Township's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. This consists of this management discussion and analysis, major fund budgetary schedules, and pension schedules.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Township, assets and deferred outflows exceeded liabilities and deferred inflows by \$42,616,812 at the close of the most recent fiscal year. A summary of net position is as follows:

Net Position

| | <u>Governmental activities</u> | |
|--|--------------------------------|----------------------------|
| | <u>2022</u> | <u>2021</u> |
| Current and other assets | \$40,589,056 | \$29,839,411 |
| Capital assets | 25,146,300 | 25,205,775 |
| Total assets | <u>65,735,356</u> | <u>55,045,186</u> |
| Deferred outflows of resources - pension | <u>1,427,159</u> | <u>553,216</u> |
| Long-term liabilities outstanding | 12,690,614 | 4,354,171 |
| Other liabilities | 1,538,306 | 1,049,505 |
| Total liabilities | <u>14,228,920</u> | <u>5,403,676</u> |
| Deferred inflows of resources | <u>10,316,783</u> | <u>8,224,755</u> |
| Net position: | | |
| Net investment in capital assets | 21,492,717 | 23,083,775 |
| Restricted | 17,086,919 | 10,990,453 |
| Unrestricted | <u>4,037,176</u> | <u>7,895,743</u> |
| Total net position | <u>\$42,616,812</u> | <u>\$41,969,971</u> |

A portion of the Township's net position (9.5%) reflects unrestricted net position which is available for future operations while the largest portion of net position is invested in capital assets (e.g., land, buildings, vehicles, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Township uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. The government's net position increased by \$646,841 during the current fiscal year.

Changes in Net Position

| | <u>Governmental activities</u> | |
|------------------------------------|--------------------------------|----------------------------|
| | <u>2022</u> | <u>2021</u> |
| Revenue: | | |
| Program revenue: | | |
| Charges for services | \$ 4,473,250 | \$ 2,959,010 |
| Operating grants and contributions | 24,883 | 107,237 |
| Capital grants and contributions | - | 4,860 |
| General revenue: | | |
| Property taxes | 6,767,295 | 6,558,860 |
| State sources | 2,585,351 | 2,171,716 |
| Intergovernmental | 38,348 | 32,870 |
| Unrestricted investment earnings | 446,749 | 288,179 |
| Other | 40,078 | 19,462 |
| Total revenue | <u>14,375,954</u> | <u>12,142,194</u> |
| Expenses: | | |
| General government | 4,217,832 | 3,111,712 |
| Public safety | 7,088,392 | 5,584,033 |
| Public works | 1,184,740 | 76,255 |
| Community and economic development | 292,981 | 407,869 |
| Culture and recreation | 860,066 | 959,968 |
| Interest on long-term debt | 85,102 | 42,956 |
| Total expenses | <u>13,729,113</u> | <u>10,182,793</u> |
| Change in net position | 646,841 | 1,959,401 |
| Net position - beginning of year | <u>41,969,971</u> | <u>40,010,570</u> |
| Net position - end of year | <u>\$42,616,812</u> | <u>\$41,969,971</u> |

Governmental Activities. During the year the Township invested \$7,088,392 or 52% of governmental activities expenses in public safety. General government expenses amounted to \$4,217,832 or 31% of governmental activities while public works, community and economic development, culture and recreation, interest on long-term debt, and other made up the remaining 17% of governmental activities expenses. The significant increase in public safety expense is the result of disposal of the old fire station, rental of temporary fire station, and additional pension expense.

Financial Analysis of the Government's Funds

As noted earlier, the Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the Township's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Township's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$27,411,997, an increase of \$7,789,354 in comparison with the prior year. Of the \$27,411,997, \$8,464,980 is reported in the general fund.

The General fund is the chief operating fund of the Township. At the end of the current fiscal year, unassigned fund balance of the general fund was \$4,118,872. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 91% of total general fund expenditures and transfers out. The fund balance of the Township's general fund increased by \$1,697,361 during the current fiscal year. The increase is primarily the result of an increase in state shared revenue and a decrease in public works expenditures.

The Fire fund is used to account for Fire Department operations of the Township. At the end of the current fiscal year, fund balance was \$1,206,100, a decrease of \$547,439 over the prior year. The decrease is primarily the result of planned use of fund balance for capital purchases and improvements to the fire headquarters.

The Police fund is used to account for the contract with the County Sheriff Department to provide police protection to the Township. At the end of the current fiscal year, fund balance was \$1,910,238, an increase of \$247,425 over the prior year.

The Open Space fund is used to account for the property tax millage dedicated to the development of Township parks and related expenditures. At the end of the current fiscal year, fund balance was \$811,034, a decrease of \$3,030 from the prior year.

The Library fund is used to account for the property tax millage and expenditures related to the Township library. At the end of the current fiscal year, fund balance was \$2,315,760, an increase of \$74,692 over the prior year. The increase is primarily the result of budget monitoring.

The Pathways fund is used to account for the property tax millage dedicated to the maintenance, operations and debt service related to the Townships pathway system. At the end of the current fiscal year, fund balance was \$1,107,310, an increase of \$578,311 from the prior year. The increase is due to significant pathway extension projects in the prior year that were not present in the current year.

The Inspections fund collects inspection (building, mechanical, electrical, plumbing) permits from Cascade Township and other customer community residents to be used for maintaining the operations of the Inspections Department. At the end of the current fiscal year, fund balance was \$3,906,535, an increase of \$1,050,226 over the prior year. The increase is primarily the result of additional revenues and development in both the Township and contracted communities.

The Coronavirus Grants fund is used to account for revenue received from various COVID related grants and expenditures. At the end of the current fiscal year, fund balance was \$32,146, an increase of \$8,846 from the prior year.

The Fire Station Capital Project fund is used to account for the issuance of capital improvement bonds and construction of the new fire station. This was a new fund in 2022 and ended the current fiscal year with a fund balance of \$4,182,605. The increase in fund balance is primarily the result of issuing \$5,690,000 of bonds for the project.

Capital Asset and Debt Administration

Capital assets. The Township's investment in capital assets for its governmental activities as of December 31, 2022, amounted to \$25,146,300 (net of accumulated depreciation). The Township's capital assets (net of depreciation) are summarized as follows:

| | 2022 | 2021 |
|----------------------------|---------------------|---------------------|
| Land | \$ 10,554,697 | \$ 10,548,045 |
| Land improvements | 4,016,773 | 4,400,347 |
| Infrastructure | 364,000 | 392,000 |
| Buildings and improvements | 8,425,041 | 7,795,292 |
| Furniture and equipment | 532,222 | 668,980 |
| Vehicles | 1,253,567 | 1,401,111 |
| Total | \$25,146,300 | \$25,205,775 |

Additional information on the Township’s capital assets can be found in the footnotes to the financial statements.

Debt. At the end of the current fiscal year, the Township had total debt outstanding as follows:

| | 2022 | 2021 |
|---------------------------|--------------------|--------------------|
| Accrued employee benefits | \$ 264,331 | \$ 265,688 |
| Bonds payable | 7,836,188 | 2,122,000 |
| Total | \$8,100,519 | \$2,387,688 |

Additional information on the Township’s long-term debt can be found in the footnotes to the financial statements.

Budgetary Highlights

Over the course of the year, the Township revised the annual General and Special Revenue Funds operating budgets to comply with the Michigan Department of Treasury guidelines. The budget amendments were made to reflect changes in revenues and expenditures as they occurred during the year. Highlights of the changes made during the year include:

- In the General Fund, the final amended budget estimated an increase in fund balance of \$958,272, which was significantly larger than the original anticipated increase of \$169,622. The major amendments included:
 - The State Shared revenue was increased by \$833,231 to reflect higher than estimated payments from the state due to adjustments based on the 2020 census, as well as retroactive payments for the increase back to April of 2020.
 - The Transfer from the Police Fund was decreased by \$103,360 to reflect the transfer being eliminated by the Township Board and direction by the Township Board to refund the General Fund and transfers that were made prior to FY2022.
 - The Legal Fees Line-Item was increased by \$50,000 to reflect higher than usual usage to Township Legal counsel due to significant tax tribunal cases, the Forensic Audit that was ordered by the Township Board and led by the Township legal team and a general increased reliance on Township legal counsel.
 - The Insect Weed Control expense line was decreased by \$20,000 to reflect a smaller than anticipated Spongy Moth spray program.
 - The Pension Plan Benefits expense line was increased by \$28,500 to fund an increased Township contribution to the MERS DB plan due to less active employees in the system.
 - The Capital Outlay – LandImp line was decreased by \$100,000 to reflect projects that were moved to FY2023.

- In the Fire Fund, the final amended budget estimated a decrease in fund balance of \$531,754, which was slightly larger than the originally budgeted decrease of \$472,131. The major amendments included:
 - Overtime was increased by \$15,000 due to additional funding needed to fill shifts vacant due to workers comp related absences.
 - Fire Fuels was increased by \$15,000 due to the high level of fuel costs.
 - The Lease Temp Fire Station #1 line was increased by \$103,764 to move the budgeted lease costs out of Capital Improvement. A subsequent decrease was made in the Capital Imp – Building Improvements line.
 - The Pension Plan Benefits expense line was increased by \$25,000 to fund an increased Township contribution to the MERS DB plan due to less active employees in the system.

- In the Police Fund, the final amended budget estimated an increase in fund balance of \$166,353, which was larger than the originally budgeted increase in fund balance of \$142,993. The major amendments included:
 - The Sheriff’s Protection line was increased by \$80,000 to reflect additional patrols that were approved by the Township Board.
 - The Transfer to the General Fund was decreased by \$103,360 to reflect the transfer being eliminated by the Township Board and direction by the Township Board to refund the General Fund any transfers that were made prior to FY2022.

- In the Open Space Fund, the final amended budget estimated a decrease in fund balance of \$7,812, which was a decrease over the originally estimated increase in fund balance of \$57,360. The major amendments included:
 - The Parks Maintenance line was increased by \$70,000 to reflect the Oak Wilt remediation project that was conducted at Burton Park.
- In the Inspections Fund, the final amended budget estimated an increase in fund balance of \$650,974 which was higher than the originally budgeted decrease of \$46,285. The increase was related to higher than anticipated permit revenue due to another strong year of building.
- The Coronavirus Grants Fund (282) was increased by \$2,048,276 to reflect the ARPA funding that was received by Cascade Township from the State of Michigan. These funds are required to be allocated by 2024 and spent by 2026.

Economic Factors and Next Year's Budgets and Rates

The following factors were considered in preparing the Township's budget for the 2023 fiscal year:

- The FY2023 General and Special Revenue Funds budget was prepared utilizing the millage rates from the FY2022 budget with a slight Headlee Millage Reduction fraction applied (0.9981).
- For FY 2023 the Township's initial General Fund Budget anticipates a year-end fund balance increase of \$76,037. The Township continues to see an increase in real property tax revenue growth (5.86%) and state shared-revenue growth. The FY2023 budget does also see a decrease in Personal Property Tax Revenue (0.75%) as the Industrial Personal Property Tax elimination enters its 7th year. Part of the loss of PPT revenues based on FY2013 levels is offset by PPT reimbursement from the State, which is estimated at \$80,971. For FY23 the Township budgeted moderate capital improvement expenditures including the development of the newly acquired Wycliffe Park, the purchase of 3 additional columbarium units for the 30th Street Cemetery and the replacement of several pieces of B&G Equipment.
- In the FY 2023 Special Revenue and component funds, most funds will see modest budgeted increases to fund balance including the Police Fund (\$50,527), the Infrastructure Revolving Fund (\$105,639) and the Downtown Development Authority (\$47,356). There are also several funds that will see a reduction in fund balance due to various projects. The Fire Fund will see a moderate fund balance decrease (\$297,485) due to a planned spend down of fund balance as well as the temporary lease due to the Fire Station #1 project. The Pathways Fund and Library fund will see significant spend down of their respective fund balances due to large capital improvement projects in those departments.

Requests for Information

This financial report is designed to provide a general overview of Cascade Charter Township's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the township manager, Cascade Charter Township, 5920 Tahoe Dr SE, Grand Rapids, MI 49546, (616) 949-1500.

BASIC FINANCIAL STATEMENTS

CASCADE CHARTER TOWNSHIP

STATEMENT OF NET POSITION

DECEMBER 31, 2022

| | Primary | Component Units | |
|--|----------------------------|--------------------------------------|--|
| | Governmental Activities | Downtown Development Authority | Brownfield Redevelopment Authority |
| Assets | | | |
| Cash and pooled investments | \$ 32,079,081 | \$ 2,629,989 | \$ 10,906 |
| Receivables | | | |
| Accounts | 201,077 | - | - |
| Lease related | 1,732,811 | 592,077 | - |
| Taxes | 4,420,360 | 328,183 | - |
| Due from other governments | 371,564 | - | - |
| Prepaid items | 55,432 | - | - |
| Total current assets | <u>38,860,325</u> | <u>3,550,249</u> | <u>10,906</u> |
| Noncurrent assets | | | |
| Special assessments receivable | 1,728,731 | - | - |
| Capital assets | | | |
| Non-depreciable | 10,554,697 | 59,366 | - |
| Depreciable capital assets, net | 14,591,603 | 4,131,252 | - |
| Total noncurrent assets | <u>26,875,031</u> | <u>4,190,618</u> | <u>-</u> |
| Total assets | <u>65,735,356</u> | <u>7,740,867</u> | <u>10,906</u> |
| Deferred outflows of resources | | | |
| Pension related | 1,427,159 | - | - |
| Liabilities | | | |
| Accounts payable | 860,439 | 11,459 | - |
| Accrued payroll and benefits | 171,086 | - | - |
| Accrued interest payable | 53,781 | 3,835 | - |
| Current portion of bonds and obligations payable | 453,000 | 75,000 | - |
| Total current liabilities | <u>1,538,306</u> | <u>90,294</u> | <u>-</u> |
| Long-term liabilities | | | |
| Compensated absences | 264,331 | - | - |
| Net pension liability | 5,043,095 | - | - |
| Bonds and obligations payable | 7,383,188 | 518,700 | 266,435 |
| Total long-term liabilities | <u>12,690,614</u> | <u>518,700</u> | <u>266,435</u> |
| Total liabilities | <u>14,228,920</u> | <u>608,994</u> | <u>266,435</u> |
| Deferred inflows of resources | | | |
| Unavailable - taxes | 8,583,972 | 328,183 | - |
| Lease related | 1,732,811 | 592,077 | - |
| Total deferred inflows of resources | <u>10,316,783</u> | <u>920,260</u> | <u>-</u> |
| Net position | | | |
| Net investment in capital assets | 21,492,717 | 4,190,618 | - |
| Restricted for | | | |
| Public safety | 7,022,873 | - | - |
| Public works | 3,296,571 | - | - |
| Culture and recreation | 4,234,104 | - | - |
| Cemetery trust | 117,279 | - | - |
| Unrestricted | 6,453,268 | 2,020,995 | (255,529) |
| Total net position | <u>\$ 42,616,812</u> | <u>\$ 6,211,613</u> | <u>\$ (255,529)</u> |

The accompanying notes are an integral part of these financial statements.

CASCADE CHARTER TOWNSHIP

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2022

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue |
|------------------------------------|----------------------|-----------------------------|---|---|------------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | |
| Primary government | | | | | |
| Governmental activities | | | | | |
| General government | \$ 4,217,832 | \$ 567,448 | \$ - | \$ - | \$ (3,650,384) |
| Public safety | 7,088,392 | 3,259,223 | - | - | (3,829,169) |
| Public works | 1,184,740 | 628,729 | - | - | (556,011) |
| Community and economic development | 292,981 | 17,850 | - | - | (275,131) |
| Culture and recreation | 860,066 | - | 24,883 | - | (835,183) |
| Interest on long-term debt | 85,102 | - | - | - | (85,102) |
| Total primary government | \$ 13,729,113 | \$ 4,473,250 | \$ 24,883 | \$ - | \$ (9,230,980) |
| Component units | | | | | |
| Downtown Development Authority | \$ 830,344 | \$ - | \$ - | \$ - | \$ (830,344) |
| Brownfield Redevelopment Authority | 683,902 | - | - | 427,906 | (255,996) |
| Total component units | \$ 1,514,246 | \$ - | \$ - | \$ 427,906 | \$ (1,086,340) |

(Continued)

The accompanying notes are an integral part of these financial statements.

CASCADE CHARTER TOWNSHIP
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Primary Government Governmental Activities</u> | <u>Component Units</u> | |
|--|---|---|---|
| | | <u>Downtown Development Authority</u> | <u>Brownfield Redevelopment Authority</u> |
| Changes in net position | | | |
| Net (expense) revenue | \$ (9,230,980) | \$ (830,344) | \$ (255,996) |
| General revenues | | | |
| Property taxes | | | |
| General purpose | 2,449,728 | - | - |
| Specific purpose | 4,317,567 | 1,120,606 | 78 |
| State shared revenues | 2,585,351 | - | - |
| Intergovernmental revenues | 38,348 | - | - |
| Unrestricted interest | 446,749 | 27,866 | 389 |
| Miscellaneous | 40,078 | 109,627 | - |
| | <u>9,877,821</u> | <u>1,258,099</u> | <u>467</u> |
| Total general revenues and transfers | | | |
| Change in net position | 646,841 | 427,755 | (255,529) |
| Net position, beginning of year | <u>41,969,971</u> | <u>5,783,858</u> | <u>-</u> |
| Net position, end of year | <u>\$ 42,616,812</u> | <u>\$ 6,211,613</u> | <u>\$ (255,529)</u> |

(Concluded)

The accompanying notes are an integral part of these financial statements.

CASCADE CHARTER TOWNSHIP

**GOVERNMENTAL FUNDS
BALANCE SHEET**

DECEMBER 31, 2022

| | <u>General</u> | <u>Fire</u> | <u>Police</u> | <u>Open Space</u> | <u>Library</u> |
|---|----------------------|---------------------|---------------------|-----------------------|---------------------|
| Assets | | | | | |
| Cash and pooled investments | \$ 8,691,962 | \$ 2,024,480 | \$ 2,289,020 | \$ 1,021,090 | \$ 2,407,582 |
| Receivables | | | | | |
| Accounts | 101,057 | - | - | - | - |
| Lease related | 1,624,070 | - | - | - | - |
| Taxes | 1,449,590 | 1,559,724 | 544,246 | 272,350 | 177,711 |
| Special assessments | - | - | - | - | - |
| Due from other funds | 13,148 | 7,048 | - | - | - |
| Due from other governments | 371,564 | - | - | - | - |
| Prepaid items | 20,528 | 21,448 | - | - | - |
| Total assets | <u>\$ 12,271,919</u> | <u>\$ 3,612,700</u> | <u>\$ 2,833,266</u> | <u>\$ 1,293,440</u> | <u>\$ 2,585,293</u> |
| Liabilities, deferred inflows of resources and fund balances | | | | | |
| Liabilities | | | | | |
| Accounts payable | \$ 44,422 | \$ 9,447 | \$ 111,494 | \$ 76,154 | \$ 4,384 |
| Accrued payroll and benefits | 65,252 | 71,419 | - | - | - |
| Due to other funds | - | - | - | - | - |
| Total liabilities | <u>109,674</u> | <u>80,866</u> | <u>111,494</u> | <u>76,154</u> | <u>4,384</u> |
| Deferred inflows of resources | | | | | |
| Unavailable revenue | 2,073,195 | 2,325,734 | 811,534 | 406,252 | 265,149 |
| Lease related | 1,624,070 | - | - | - | - |
| Total deferred inflows of resources | <u>3,697,265</u> | <u>2,325,734</u> | <u>811,534</u> | <u>406,252</u> | <u>265,149</u> |
| Fund balances | | | | | |
| Nonspendable | | | | | |
| Prepaid items | 20,528 | 21,448 | - | - | - |
| Cemetery trust | - | - | - | - | - |
| Restricted | | | | | |
| Dedicated millage | - | 1,184,652 | 1,910,238 | 811,034 | 2,315,760 |
| Inspection fees | - | - | - | - | - |
| Capital improvements | - | - | - | - | - |
| Committed | | | | | |
| Cemetery trust | - | - | - | - | - |
| Unfunded pension liability | 499,543 | - | - | - | - |
| Facility improvements | 250,000 | - | - | - | - |
| Assigned | | | | | |
| Future years expenditures | 76,037 | - | - | - | - |
| Fire station construction | 3,500,000 | - | - | - | - |
| Special revenue funds | - | - | - | - | - |
| Unassigned | 4,118,872 | - | - | - | - |
| Total fund balances | <u>8,464,980</u> | <u>1,206,100</u> | <u>1,910,238</u> | <u>811,034</u> | <u>2,315,760</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 12,271,919</u> | <u>\$ 3,612,700</u> | <u>\$ 2,833,266</u> | <u>\$ 1,293,440</u> | <u>\$ 2,585,293</u> |

The accompanying notes are an integral part of these financial statements.

| <u>Pathways</u> | <u>Inspections</u> | <u>Corona-virus Grants</u> | <u>Fire Station Capital Project</u> | <u>Nonmajor Governmental Funds</u> | <u>Total</u> |
|---------------------|---------------------|----------------------------|-------------------------------------|------------------------------------|----------------------|
| \$ 1,312,011 | \$ 3,992,872 | \$ 2,071,498 | \$ 4,750,970 | \$ 3,517,596 | \$ 32,079,081 |
| - | - | - | - | - | 101,057 |
| - | - | - | - | 108,741 | 1,732,811 |
| 416,739 | - | - | - | - | 4,420,360 |
| - | - | - | - | 1,728,731 | 1,728,731 |
| - | - | - | - | - | 20,196 |
| - | - | - | - | - | 371,564 |
| - | 13,456 | - | - | - | 55,432 |
| <u>\$ 1,728,750</u> | <u>\$ 4,006,328</u> | <u>\$ 2,071,498</u> | <u>\$ 4,750,970</u> | <u>\$ 5,355,068</u> | <u>\$ 40,509,232</u> |
| \$ - | \$ 52,230 | \$ - | \$ 561,317 | \$ 991 | \$ 860,439 |
| - | 34,415 | - | - | - | 171,086 |
| - | 13,148 | - | 7,048 | - | 20,196 |
| - | 99,793 | - | 568,365 | 991 | 1,051,721 |
| 621,440 | - | 2,039,352 | - | 1,770,047 | 10,312,703 |
| - | - | - | - | 108,741 | 1,732,811 |
| <u>621,440</u> | <u>-</u> | <u>2,039,352</u> | <u>-</u> | <u>1,878,788</u> | <u>12,045,514</u> |
| - | 13,456 | - | - | - | 55,432 |
| - | - | - | - | 117,279 | 117,279 |
| 1,107,310 | - | - | - | - | 7,328,994 |
| - | 3,893,079 | - | - | - | 3,893,079 |
| - | - | - | 4,182,605 | 3,341,779 | 7,524,384 |
| - | - | - | - | 16,231 | 16,231 |
| - | - | - | - | - | 499,543 |
| - | - | - | - | - | 250,000 |
| - | - | - | - | - | 76,037 |
| - | - | - | - | - | 3,500,000 |
| - | - | 32,146 | - | - | 32,146 |
| - | - | - | - | - | 4,118,872 |
| <u>1,107,310</u> | <u>3,906,535</u> | <u>32,146</u> | <u>4,182,605</u> | <u>3,475,289</u> | <u>27,411,997</u> |
| <u>\$ 1,728,750</u> | <u>\$ 4,006,328</u> | <u>\$ 2,071,498</u> | <u>\$ 4,750,970</u> | <u>\$ 5,355,068</u> | <u>\$ 40,509,232</u> |

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CASCADE CHARTER TOWNSHIP

RECONCILIATION OF FUND BALANCES ON THE BALANCE SHEET FOR GOVERNMENTAL FUNDS TO NET POSITION OF GOVERNMENTAL ACTIVITIES ON THE STATEMENT OF NET POSITION

DECEMBER 31, 2022

| | |
|---|----------------------|
| Fund balances - total governmental funds | \$ 27,411,997 |
|---|----------------------|

Amounts reported for *governmental activities* in the statement of net position are different because

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.

| | |
|--|------------|
| Add - land | 10,554,697 |
| Add - capital assets (net of accumulated depreciation) | 14,591,603 |

Certain assets are not due and receivable in the current period and therefore are offset with deferred revenue or not included in the funds.

| | |
|---|-----------|
| Add - special assessments deferred receivable | 1,728,731 |
| Add - accrued interest receivable | 100,020 |

Deferred outflows and inflows reported on the statement of net position are recognized over future periods and therefore are not reported in the funds.

| | |
|---|-----------|
| Add - deferred outflows related to pensions | 1,427,159 |
|---|-----------|

Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.

| | |
|--|-----------------|
| Deduct - compensated absences payable | (264,331) |
| Deduct - net pension liability | (5,043,095) |
| Deduct - bonds, obligations, and notes payable | (7,836,188) |
| Deduct - accrued interest on bonds and notes payable | <u>(53,781)</u> |

| | |
|--|-----------------------------|
| Net position of governmental activities | <u>\$ 42,616,812</u> |
|--|-----------------------------|

The accompanying notes are an integral part of these financial statements.

CASCADE CHARTER TOWNSHIP

**GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES**

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>General</u> | <u>Fire</u> | <u>Police</u> | <u>Open Space</u> | <u>Library</u> |
|---|---------------------|---------------------|---------------------|-----------------------|---------------------|
| Revenues | | | | | |
| Property taxes | \$ 2,449,728 | \$ 2,243,954 | \$ 782,989 | \$ 405,810 | \$ 264,623 |
| Licenses and permits | 407,244 | - | - | - | - |
| State | 2,625,045 | - | - | - | - |
| Local | - | - | - | - | 38,348 |
| Charges for services | 117,955 | - | - | - | - |
| Interest | 250,246 | 10,927 | 52,036 | 8,838 | 10,899 |
| Miscellaneous | <u>149,273</u> | <u>6,710</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total revenues | <u>5,999,491</u> | <u>2,261,591</u> | <u>835,025</u> | <u>414,648</u> | <u>313,870</u> |
| Expenditures | | | | | |
| Current | | | | | |
| General government | 2,322,337 | - | - | - | - |
| Public safety | - | 3,156,026 | 690,960 | - | - |
| Public works | 619,351 | - | - | - | - |
| Community and economic development | 259,355 | - | - | - | - |
| Culture and recreation | 66,223 | - | - | 95,496 | 231,261 |
| Other | 672,931 | - | - | - | - |
| Debt service | | | | | |
| Principal | - | - | - | - | - |
| Interest | - | - | - | - | - |
| Capital outlay | <u>25,088</u> | <u>51,004</u> | <u>-</u> | <u>-</u> | <u>7,917</u> |
| Total expenditures | <u>3,965,285</u> | <u>3,207,030</u> | <u>690,960</u> | <u>95,496</u> | <u>239,178</u> |
| Revenues over (under) expenditures | <u>2,034,206</u> | <u>(945,439)</u> | <u>144,065</u> | <u>319,152</u> | <u>74,692</u> |
| Other financing sources (uses) | | | | | |
| Bond Issue | - | - | - | - | - |
| Bond premium | - | - | - | - | - |
| Transfers in | 208,615 | 400,000 | 103,360 | - | - |
| Transfers out | <u>(545,460)</u> | <u>(2,000)</u> | <u>-</u> | <u>(322,182)</u> | <u>-</u> |
| Total other financing sources (uses) | <u>(336,845)</u> | <u>398,000</u> | <u>103,360</u> | <u>(322,182)</u> | <u>-</u> |
| Net changes in fund balances | 1,697,361 | (547,439) | 247,425 | (3,030) | 74,692 |
| Fund balances, beginning of year | <u>6,767,619</u> | <u>1,753,539</u> | <u>1,662,813</u> | <u>814,064</u> | <u>2,241,068</u> |
| Fund balances, end of year | <u>\$ 8,464,980</u> | <u>\$ 1,206,100</u> | <u>\$ 1,910,238</u> | <u>\$ 811,034</u> | <u>\$ 2,315,760</u> |

The accompanying notes are an integral part of these financial statements.

| <u>Pathways</u> | <u>Inspections</u> | <u>Corona- virus Grants</u> | <u>Fire Station Capital Project</u> | <u>Nonmajor Governmental Funds</u> | <u>Total</u> |
|---------------------|---------------------|-------------------------------------|---|--|----------------------|
| \$ 620,191 | \$ - | \$ - | \$ - | \$ - | \$ 6,767,295 |
| - | 3,145,529 | - | - | - | 3,552,773 |
| - | - | - | - | - | 2,625,045 |
| - | - | - | - | - | 38,348 |
| - | - | - | - | 8,550 | 126,505 |
| 35,436 | 43,517 | 8,846 | 56,103 | 40,846 | 517,694 |
| - | 2,050 | - | - | 591,206 | 749,239 |
| <u>655,627</u> | <u>3,191,096</u> | <u>8,846</u> | <u>56,103</u> | <u>640,602</u> | <u>14,376,899</u> |
| - | - | - | - | 110 | 2,322,447 |
| - | 1,967,784 | - | 123,397 | 2,700 | 5,940,867 |
| - | - | - | - | - | 619,351 |
| - | - | - | - | - | 259,355 |
| 14,586 | - | - | - | - | 407,566 |
| - | - | - | - | - | 672,931 |
| - | - | - | - | 284,000 | 284,000 |
| - | - | - | - | 38,182 | 38,182 |
| <u>11,756</u> | <u>15,445</u> | <u>-</u> | <u>1,748,289</u> | <u>181,535</u> | <u>2,041,034</u> |
| <u>26,342</u> | <u>1,983,229</u> | <u>-</u> | <u>1,871,686</u> | <u>506,527</u> | <u>12,585,733</u> |
| <u>629,285</u> | <u>1,207,867</u> | <u>8,846</u> | <u>(1,815,583)</u> | <u>134,075</u> | <u>1,791,166</u> |
| - | - | - | 5,690,000 | - | 5,690,000 |
| - | - | - | 308,188 | - | 308,188 |
| - | - | - | - | 366,282 | 1,078,257 |
| <u>(50,974)</u> | <u>(157,641)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(1,078,257)</u> |
| <u>(50,974)</u> | <u>(157,641)</u> | <u>-</u> | <u>5,998,188</u> | <u>366,282</u> | <u>5,998,188</u> |
| 578,311 | 1,050,226 | 8,846 | 4,182,605 | 500,357 | 7,789,354 |
| <u>528,999</u> | <u>2,856,309</u> | <u>23,300</u> | <u>-</u> | <u>2,974,932</u> | <u>19,622,643</u> |
| <u>\$ 1,107,310</u> | <u>\$ 3,906,535</u> | <u>\$ 32,146</u> | <u>\$ 4,182,605</u> | <u>\$ 3,475,289</u> | <u>\$ 27,411,997</u> |

CASCADE CHARTER TOWNSHIP

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2022

| | |
|--|---------------------|
| Net changes in fund balances - total governmental funds | \$ 7,789,354 |
|--|---------------------|

Amounts reported for *governmental activities* in the statement of activities are different because

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.

| | |
|--|-------------|
| Add - capital outlay | 1,789,413 |
| Deduct - depreciation expense | (1,033,359) |
| Deduct - net book value of disposed capital assets | (815,529) |

Special assessments receivable are long-term in nature and are collectable over several years. However the current receipts are reflected as revenues on the fund statements.

| | |
|--|-----------|
| Deduct - net decrease in special assessments | (121,307) |
|--|-----------|

Interest receivable is recognized when earned in the statement of activities but is reflected as revenue on the fund statement when it is received.

| | |
|--|-------|
| Deduct - decrease in accrued interest receivable | (945) |
|--|-------|

Bond or note proceeds provide current financial resources to governmental funds in the period issued, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond or note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

| | |
|----------------------------------|-------------|
| Add - principal payments on debt | 284,000 |
| Deduct - bond proceeds | (5,998,188) |

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.

| | |
|--|-------------|
| Deduct - increase in net pension liability | (2,792,612) |
| Add - increase in deferred outflows related to pension | 873,943 |
| Add - decrease in deferred inflows related to pension | 717,634 |
| Add - decrease in compensated absences | 1,357 |
| Deduct - increase in accrued interest | (46,920) |

| | |
|--|--------------------------|
| Change in net position of governmental activities | \$ <u>646,841</u> |
|--|--------------------------|

The accompanying notes are an integral part of these financial statements.

CASCADE CHARTER TOWNSHIP
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2022

| | Custodial Funds |
|---------------------------------|----------------------------|
| Assets | |
| Cash and pooled investments | \$ <u>2,715,915</u> |
| Total assets | \$ <u>2,715,915</u> |
| Liabilities | |
| Accounts payable | \$ 19,958 |
| Escrow deposits | 227,595 |
| Due to other governmental units | <u>2,468,362</u> |
| Total liabilities | <u>2,715,915</u> |
| Net position | |
| Restricted | <u><u>\$ -</u></u> |

The accompanying notes are an integral part of these financial statements.

CASCADE CHARTER TOWNSHIP
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
DECEMBER 31, 2022

| | Custodial Funds |
|---|----------------------------|
| Additions | |
| Property taxes collected for other governments | \$ 61,145,289 |
| Escrow deposits collected | <u>31,441</u> |
| Total Additions | <u>61,176,730</u> |
| Deductions | |
| Property taxes distributed to other governments | 61,145,289 |
| Escrow fund used to cover expenses | <u>31,441</u> |
| Total deductions | <u>61,176,730</u> |
| Net increase | - |
| Net position, beginning of year | <u>-</u> |
| Net position, end of year | <u><u>\$ -</u></u> |

The accompanying notes are an integral part of these financial statements.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Cascade Charter Township (the "Township") conform to generally accepted accounting principles as applicable to governments. The following is a summary of the significant policies.

Reporting Entity

These financial statements present the Township and its component units, entities for which the Township is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the Township's operations, so data from these units are combined with data of the primary government. Discretely presented component units are reported in separate columns in the financial statements to emphasize they are legally separate from the Township.

Blended Component Unit

The Building Authority (the "Authority") serves all the citizens of the Township and is governed by a Board appointed by the Township's Board. The primary purpose of the Authority is to acquire and construct Township public buildings. The Authority issues bonds that are approved by the Township Board, and the legal liability for the Authority's debt remains with the Township. The Authority then leases the assets to the Township to finance the repayment of the bonds. The Authority is reported as a debt service fund.

Discretely Presented Component Units

The Downtown Development Authority (the "DDA") was created to correct and prevent deterioration in the downtown area and promote economic growth within downtown. The DDA governing body consists of individuals that are appointed by the Township's Board. The Township's Board approves the DDA's budget and has the ability to significantly influence operations of the DDA. Financial statements are not separately issued for the DDA.

This component unit provides services to the businesses located within the district. It is reported in a separate column to emphasize they are legally separate from the Township.

The Brownfield Redevelopment Authority accounts for captured tax revenue on specific properties within the Township that have been identified and approved by the State of Michigan as brownfields requiring site reclamation. Future revenues will be used to make payments on the loan incurred to pay for expenditures related to the brownfield cleanup. The Township Board appoints the governing body of the Brownfield Redevelopment Authority.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues are reported in total. The Township had no business-type activities. The *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, except for agency funds which do not have a measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for state shared revenue and reimbursement-based grants which use a one year collection period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, net pension liability and claims and judgments, are recorded only when payment is due. Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Township.

The Township reports the following major governmental funds:

The *General Fund* is the general operating fund of the Township. It is used to account for all financial resources, except those required to be accounted for in another fund.

The *Fire Special Revenue Fund* is used to account for a special tax millage levied by the Township to maintain the operations and debt service of the Township Fire Department.

The *Police Special Revenue Fund* is used to account for a special tax millage levied by the Township to maintain law enforcement activities in the Township.

The *Open Space Special Revenue Fund* is used to account for a special tax millage levied by the Township purchase land needed for Township park development.

The *Library Special Revenue Fund* is used to account for a special tax millage levied by the Township to maintain operations and debt service of the Township library.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

The *Pathways Special Revenue Fund* is used to account for a special tax millage levied by the Township to maintain operations of the Township pedestrian pathways system.

The *Inspections Special Revenue Fund* is used to account for permit fees collected to maintain the operations of the Township inspections department.

The *Coronavirus Grants Special Revenue Fund* is used to account for revenues received and related expenditures for various coronavirus relief programs.

The *Fire Station Capital Project Fund* is used to account for the construction of a fire station and the related bond issuance.

Additionally, the Township reports the following fund types:

The *Special Revenue Funds* are used to account for the proceeds of specific revenue sources (other than permanent trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

The *Debt Service Fund* is used to account for the accumulation of resources for, and payment of, long-term debt principal, interest, and related costs.

The *Permanent Fund* accounts for fees collected to be used for cemetery improvements.

The *Fiduciary Funds* are used to account for the collection and disbursement of funds that are collected on behalf of outside governments or other parties.

Budgets and Budgetary Accounting

Comparisons to budget are presented for the general and special revenue funds. General and special revenue funds adopt a legal budget with remaining funds maintaining budgets as a management control device. The Township follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Township Manager submits to the Township Board a proposed operating budget for the fiscal year commencing the following January 1.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to January 1, the budget is legally enacted through passage of a resolution.
4. Budgets for the general and special revenue funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
5. Supplemental appropriations, when required to provide for appropriate expenditures are matched by additional anticipated revenues or an appropriation of available fund balance and must be approved by the Township Board. All appropriations lapse at year-end.

The appropriated budget is prepared by fund, function and department. The legal level of budgetary control is the department level. Supplemental appropriations were made during the year.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

Cash and Pooled Investments

The Township's cash and investments are pooled and readily available similar to a demand deposit account.

Investments

Investments are stated at fair value at the balance sheet date.

State statutes and Township policy authorize the Township to invest in:

- a. Bond, securities, other obligations and repurchase agreements of the United States, or an agency or instrumentality of the United States.
- b. Certificates of deposit, savings accounts, deposit accounts or depository receipts of a qualified financial institution.
- c. Commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and that matures not more than 270 days after the date of purchase.
- d. Bankers' acceptances of United States banks.
- e. Obligations of the State of Michigan and its political subdivisions that, at the time of purchase that are rated as investment grade by at least one standard rating service.
- f. Mutual funds registered under the Investment Company Act of 1940 with the authority to purchase only investment vehicles that are legal for direct investment by a public corporation.
- g. External investment pools as authorized by Public Act 20 as amended.

Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds".

Prepaid Items

Certain payments to vendors represent costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. Prepaid items are accounted for following the consumption method

Capital Assets

Capital assets, which include land, land improvements, infrastructure, buildings and improvements, vehicles, and furniture and equipment, are reported in the in the government-wide financial statements.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 or more than \$15,000 for land improvements and building improvements and an estimated useful life in excess of one year. Such assets are valued at cost where historical records are available and at estimated historical cost where no historical records exist. Donated capital assets are valued at their fair value (the price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction) on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Depreciation on capital assets is computed using the straight-line method over the following estimated useful lives:

| | <u>Years</u> |
|----------------------------|--------------|
| Land improvements | 10-25 |
| Infrastructure | 50 |
| Buildings and improvements | 5-50 |
| Vehicles | 5-20 |
| Furniture and equipment | 5-15 |

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The Township has items that qualify for reporting in this category related to the net pension liability that is discussed in Note 7.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds and governmental activities report unearned revenues from property taxes levied for the following year along with unearned lease revenues. Additionally, the governmental funds report unavailable revenue related to special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Governmental activities also has items that qualify for reporting in this category related to the net pension liability that is discussed in Note 7.

Long-Term Obligations

In the government-wide financial statements, the long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures/expenses regardless of fund or activity.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

Compensated Absences

Under contracts negotiated with employee groups, individual employees have a vested right to receive payments for unused vacation and sick leave under formulas and conditions specified in the contracts. Accumulated compensated absences of governmental funds are recorded on the statement of net position and not on the governmental fund balance sheets because the balance is not expected to be liquidated with expendable available financial resources. For governmental activities, compensated absences are generally liquidated by the general fund.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense; information about the fiduciary net position of the Municipal Employees Retirement System (MERS) of Michigan and additions to/deductions from MERS' fiduciary net position have been determined on the same basis as they are reported by MERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Net Position and Fund Balance Reporting

Governmental funds report fund balance in the following five categories:

1. Non-spendable - the related asset's form does not allow expenditure of the balance. The assets are either (a) not in a spendable form or (b) legally or contractually required to be maintained intact. Nonspendable fund balance would be equal to inventory, prepaid items, non-current financial assets, and the nonspendable portion of endowments.
2. Restricted - the related assets can only be spent for the specific purposes stipulated by constitution, external resource providers, or as identified in enabling legislation.
3. Committed - the related assets can only be spent for a specific purpose identified by formal resolution of the governing board.
4. Assigned - the related assets can only be spent for a specific purpose identified by management as authorized by the governing board.
5. Unassigned - is the residual classification and includes all spendable amounts not contained in the other classifications. Only the General Fund can have positive unassigned fund balance.

Net Position and Fund Balance Flow Assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position/fund balance and unrestricted – net position/fund balance, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to use restricted resources first, then unrestricted resource as they are needed. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Risk Management

The Township is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. During the year ended December 31, 2022, the Township carried commercial insurance to cover risks of losses. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

Property Taxes

Township property taxes attach as an enforceable lien on property as of December 1 of each year and are due without penalty on or before February 14. Tax bills include the Township's own property taxes and taxes billed on behalf of other taxing units. Real property taxes not collected as of March 1 are turned over to the county for collection, which advances the Township 100% of the delinquent real property taxes. Collection of delinquent personal property taxes remains the responsibility of the Township Treasurer. The December 1 levy is offset with unearned revenue at the end of the year because it is intended to fund expenditures of the following year.

Interfund Transactions

During the course of normal operations, the Township has numerous transactions between funds. Transactions that constitute reimbursement to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as a reduction of expenditures/expenses in the fund that is reimbursed. Remaining transactions are generally reflected as transfers.

2. STATUTORY COMPLIANCE

Michigan law provides that a local unit shall not incur expenditures in excess of the amount appropriated.

In the body of the financial statements, the Township's actual expenditures and budgeted expenditures for the budgeted funds have been shown on a departmental basis. The approved budgets of the Township for these budgeted funds were adopted at the department level. Changes in appropriations at the fund level require Board approval.

During the year ended December 31, 2022, the Township incurred expenditures in excess of the amount appropriated as follows:

| | <u>Final Budget</u> | <u>Actual</u> | <u>Unfavorable Variance</u> |
|-------------------------|-------------------------|---------------|---------------------------------|
| General Fund | | | |
| Public Works | | | |
| Drains | \$ 30,400 | \$ 37,236 | \$ 6,836 |
| Transfers out | 544,860 | 545,460 | 600 |
| Inspections Fund | | | |
| Transfers out | 140,000 | 157,641 | 17,641 |

The Brownfield Redevelopment Authority component unit had a deficit net position of \$255,529.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

3. CASH AND POOLED INVESTMENTS

The captions on the financial statements relating to cash and pooled investments and investments are as follows:

| | <u>Primary Government</u> | <u>Component Unit</u> | <u>Fiduciary Funds</u> | <u>Total</u> |
|-----------------------------|-------------------------------|---------------------------|----------------------------|--------------|
| Cash and pooled investments | \$32,079,081 | \$2,640,895 | \$2,715,915 | \$37,435,891 |

The cash and investments making up the above balances are as follows:

| | |
|--------------|---------------------|
| Deposits | \$22,301,401 |
| Petty cash | 405 |
| Investments | 15,134,085 |
| Total | \$37,435,891 |

The deposits are in financial institutions located in Michigan in varying amounts. State policy limits the Treasurer's investing options to financial institutions located in Michigan, with some exception. All accounts except as noted are in the name of the Township and a specific fund or common account. They are recorded in Township records at fair value. Interest is recorded when earned.

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Township's deposits may not be returned. State law does not require, and the Township does not have, a policy for deposit custodial credit risk. As of year-end, \$17,178,857 of the Township's bank balance of \$22,426,332 was exposed to custodial credit risk because the balance was uninsured and uncollateralized.

Investments

The Township chooses to disclose its investments by specifically identifying each. As of year-end, the Township had the following investments:

| | <u>Maturity</u> | <u>Fair Value</u> | <u>Rating</u> | <u>Source</u> |
|------------------------------|-----------------|---------------------|---------------|---------------|
| Investment pool accounts | | | | |
| Kent County Investment Pool | N/A | \$ 1,190,744 | Unrated | |
| MI Class Investment Pool | N/A | 10,111,651 | AAAm | S&P |
| Investments held at Comerica | | | | |
| United States Treasury Bills | 4/20/23 | 986,960 | n/a | |
| United States Treasury Note | 10/31/23 | 1,170,240 | n/a | |
| United States Treasury Note | 8/15/27 | 926,520 | n/a | |
| Federal Home Loan Bank Bond | 6/28/24 | 290,560 | Aaa | Moody |
| Federal Home Loan Bank Bond | 1/26/26 | 457,410 | Aaa | Moody |
| Total | | \$15,134,085 | | |

The Township categorizes its fair value measurements of investments within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

The Township has the following recurring fair value measurements as of year-end:

- The Township does not have any investments that are valued using quoted market prices (Level 1 inputs).
- The Kent County Investment and MI Class Investment Pools along with the United States obligations and FHLB Bonds are valued using a pricing model utilizing observable fair value measures of fund/pool investments and other observable inputs to determining the fair value of the securities making up the of investments fund/pool (Level 2 inputs).
- The Township does not have any investments that report fair value based on significant unobservable inputs (Level 3 inputs).

Investment and deposit risk

Interest Rate Risk. State law and Township policy limit the allowable investments and the maturities of some of the allowable investments as identified in Note 1, the summary of significant accounting policies. The Township's investment policy does not have specific limits in excess of state law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The maturity date for each investment is identified above for investments held at year-end. There is no stated maturity date for the Township's investment in the Kent County Public Funds Investment Pool identified above.

At December 31, 2022, the balance of the Kent County Public Funds Investment Pool consisted of the following:

| <u>Investment</u> | <u>Percentage of pool total</u> | <u>Maturity in years</u> |
|---|---------------------------------|--------------------------|
| Government agency securities | 52% | 0-5 |
| Certificates of deposits | 41% | 0-5 |
| Deposits, money markets and other pools | 7% | Not applicable |

Credit Risk. State law limits investments to specific government securities, certificates of deposits and bank accounts with qualified financial institutions, commercial paper with specific maximum maturities and ratings when purchased, bankers acceptances of specific financial institutions, qualified mutual funds and qualified external investment pools as identified in Note 1, the summary of significant accounting policies. The investment policy does not have specific limits in excess of state law on investment credit risk. The rating for each investment is identified above for investments held at year-end.

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law does not require, and the Township does not have, a policy for investment custodial credit risk. Of the above investments in pools and mutual funds, the Township's custodial credit risk exposure cannot be determined because the mutual funds and the investment pools do not consist of specifically identifiable securities.

Concentration of Credit Risk. State law limits allowable investments but does not limit concentration of credit risk as identified in Note 1, the summary of significant accounting policies. The Township's investment policy does not have specific limits in excess of state law on concentration of credit risk. All investments held at year-end are reported above.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

4. CAPITAL ASSETS

Capital asset activity for the year was as follows:

| | <u>Balance January 1, 2022</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance December 31, 2022</u> |
|--|--|--------------------|-------------------|--|
| Governmental Activities | | | | |
| Capital assets, not being depreciated | | | | |
| Land | \$10,548,045 | \$ 6,652 | \$ - | \$10,554,697 |
| Capital assets, being depreciated | | | | |
| Land improvements | 11,850,318 | 82,040 | 246,048 | 11,686,310 |
| Infrastructure | 1,400,000 | - | - | 1,400,000 |
| Buildings and improvements | 12,647,349 | 1,692,804 | 1,610,749 | 12,729,404 |
| Furniture and equipment | 1,705,132 | 7,917 | - | 1,713,049 |
| Vehicles | 2,439,820 | - | - | 2,439,820 |
| Total capital assets, being depreciated | 30,042,619 | 1,782,761 | 1,856,797 | 29,968,583 |
| Less accumulated depreciation for | | | | |
| Land improvements | 7,449,972 | 378,039 | 158,474 | 7,669,537 |
| Infrastructure | 1,008,000 | 28,000 | - | 1,036,000 |
| Buildings and improvements | 4,852,057 | 335,100 | 882,794 | 4,304,363 |
| Furniture and equipment | 1,036,151 | 144,676 | - | 1,180,827 |
| Vehicles | 1,038,709 | 147,544 | - | 1,186,253 |
| Total accumulated depreciation | 15,384,889 | 1,033,359 | 1,041,268 | 15,376,980 |
| Net capital assets, being depreciated | 14,657,730 | 749,402 | 815,529 | 14,591,603 |
| Governmental Activities capital assets, net | \$25,205,775 | \$ 756,054 | \$ 815,529 | \$25,146,300 |
| Component Unit | | | | |
| Capital assets, not being depreciated | | | | |
| Land | \$ 59,366 | \$ - | \$ - | \$ 59,366 |
| Construction in progress | - | - | - | - |
| Total capital assets, not being depreciated | 59,366 | - | - | 59,366 |
| Capital assets being depreciated | | | | |
| Land improvements | 8,575,795 | 71,597 | - | 8,647,392 |
| Furniture and equipment | 50,046 | - | - | 50,046 |
| Vehicles | 60,335 | - | - | 60,335 |
| Total capital assets, being depreciated | 8,686,176 | 71,597 | - | 8,757,773 |
| Less accumulated depreciation for | | | | |
| Land improvements | 4,283,898 | 288,648 | - | 4,572,546 |
| Furniture and equipment | 20,743 | 5,005 | - | 25,748 |
| Vehicles | 20,218 | 8,009 | - | 28,227 |
| Total accumulated depreciation | 4,324,859 | 301,662 | - | 4,626,521 |
| Net capital assets, being depreciated | 4,361,317 | (230,065) | - | 4,131,252 |
| Component Unit capital assets, net | \$4,420,683 | \$(230,065) | \$ - | \$4,190,618 |

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

Depreciation expense was charged to functions/programs of the primary government as follows:

| | |
|---|--------------------|
| Governmental Activities | |
| General government | \$ 322,398 |
| Public safety | 231,986 |
| Recreation and cultural | 478,975 |
| Total depreciation expense - governmental activities | \$1,033,359 |

5. LONG-TERM DEBT

The following is a summary of the debt of the Township for the year ended December 31, 2022:

| | <u>Balance</u> <u>January 1,</u> <u>2022</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance</u> <u>December 31,</u> <u>2022</u> | <u>Due</u> <u>Within</u> <u>One Year</u> |
|---|--|--------------------|------------------|--|--|
| \$2,739,000 General Obligation Refunding Bonds of 2017; due in annual installments of \$29,000 to \$321,000 plus interest at 1.94% through May 2028 | \$2,122,000 | \$ - | \$284,000 | \$1,838,000 | \$293,000 |
| \$5,690,000 2022 Capital Improvement Bonds (general obligation limited tax); due in annual installments ranging from \$160,000 to \$405,000 through May 2042, plus interest at 4.0% | - | 5,690,000 | - | 5,690,000 | 160,000 |
| Premium on capital improvement bonds | - | 308,188 | - | 308,188 | - |
| Total Long-Term Debt | 2,122,000 | 5,998,188 | 284,000 | 7,836,188 | 453,000 |
| Accrued compensated absences | 265,688 | - | 1,357 | 264,331 | - |
| Total Governmental Activities | \$2,387,688 | \$5,998,188 | \$285,357 | \$8,100,519 | \$453,000 |

Component Units

Downtown Development Authority

\$800,000 Installment note payable; due in annual installments of \$60,000 to \$103,000 plus interest at 1.90-3.65% through Oct. 2030

| | | | | | |
|--|------------------|-------------|-----------------|------------------|-----------------|
| | \$668,700 | \$ - | \$75,000 | \$593,700 | \$75,000 |
|--|------------------|-------------|-----------------|------------------|-----------------|

Brownfield Redevelopment Authority

\$266,435 Installment note payable; due in annual installments of \$28,464 including interest at 1.50%; payments are made from July 2026 through 2036

| | | | | | |
|--|-------------|------------------|-------------|------------------|-------------|
| | \$ - | \$266,435 | \$ - | \$266,435 | \$ - |
|--|-------------|------------------|-------------|------------------|-------------|

All outstanding debt of the Township is considered private placement debt.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

The annual requirements to amortize all debt outstanding (excluding accrued compensated absences) as of December 31, 2022, are as follows:

| Year Ending December 31 | Governmental Activities | | Component Units | |
|----------------------------|-------------------------|--------------------|------------------|-----------------|
| | Principal | Interest | Principal | Interest |
| 2023 | \$ 453,000 | \$ 286,930 | \$ 75,000 | \$15,338 |
| 2024 | 497,000 | 244,293 | 80,000 | 16,900 |
| 2025 | 510,000 | 230,353 | 80,000 | 14,300 |
| 2026 | 522,000 | 216,016 | 113,464 | 11,700 |
| 2027 | 540,000 | 201,203 | 114,894 | 12,508 |
| 2028-2032 | 1,586,000 | 817,814 | 313,885 | 21,233 |
| 2033-2037 | 1,545,000 | 534,500 | 82,892 | 2,499 |
| 2038-2042 | 1,875,000 | 193,500 | - | - |
| Total | \$7,528,000 | \$2,724,609 | \$860,135 | \$94,478 |

6. INTERFUND TRANSACTIONS

Transfers in and out for the year are as follows:

| Transfers out | Transfers in | | | | |
|------------------|------------------|------------------|------------------|------------------|--------------------|
| | General fund | Fire fund | Police fund | Non-major funds | Total |
| General fund | \$ - | \$400,000 | \$103,360 | \$ 42,100 | \$ 545,460 |
| Fire fund | - | - | - | 2,000 | 2,000 |
| Open space fund | - | - | - | 322,182 | 322,182 |
| Pathways | 50,974 | - | - | - | 50,974 |
| Inspections fund | 157,641 | - | - | - | 157,641 |
| | \$208,615 | \$400,000 | \$103,360 | \$366,282 | \$1,078,257 |

Transfers are used to (1) move unrestricted revenues collected in the general fund to finance capital and other various programs accounted for in other funds in accordance with budgetary authorizations and (2) move funds as provided for in the budget.

Amounts due to and from other funds represent amounts allocated to the fund but not yet paid.

7. PENSION PLANS

Defined Benefit Pension Plan

The Township participates in the Municipal Employees Retirement System of Michigan (MERS). MERS is an agent multiple employer, statewide public employee pension plan established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine-member Retirement Board. MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained accessing the MERS website at www.mersofmich.com.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

Benefits Provided

Only full-time employees participate in the plan. Benefits provided include a multiplier of 2% times final average compensation with a vesting period of 8 years. Normal retirement age is 60 with early retirement at 55 with 25 years of service with various benefits. Benefits are calculated using final average compensation of 5 years.

Benefit terms provide for annual cost-of-living adjustments to each employee's retirement allowance subsequent to the employee's retirement date. The annual adjustments are 2.5%.

Membership of the defined benefit plan consisted of the following at the date of the latest actuarial valuation (December 31, 2021):

| | |
|--|-----------|
| Active plan members | 19 |
| Inactive employees entitled but not yet receiving benefits | 6 |
| Inactive employees or beneficiaries currently receiving benefits | <u>33</u> |
| Total | <u>58</u> |

The defined benefit plan was closed to new entrants during the year ended December 31, 2018.

Contributions

The Township is required to contribute at an actuarially determined amount, which for the current year was \$26,386 per month. Contributions are determined based on participating employees. Participating employees are required to contribute 10.00% of gross wages to the Plan. The contribution requirements of the Township are established and may be amended by the MERS Retirement Board. The contribution requirements of employees are established and may be amended by labor agreements.

Net Pension Liability

The employer's net pension liability was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability at December 31, 2022 was determined by an annual actuarial valuation as of December 31, 2021 (which included roll forward procedures to December 31, 2022).

The total pension liability calculated in the December 31, 2021 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 2.5%

Salary Increases: base wage inflation of 3.00% in the long-term (plus merit and longevity from 0 to 6.7% based on years of service)

Investment rate of return: 7.00%, net of investment expense, including inflation

Mortality rates used for non-disabled plan member were based on a weighted blend of MP-2019 mortality tables of a 50% Male and 50% Female blend. Mortality rates used for disabled plan member were based on a blend of MP-2019 disabled retiree mortality tables of a 50% Male and 50% Female blend of disabled retirees

The actuarial assumptions used in the valuation were based on the results of the most recent actuarial experience study.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment and administrative expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> | <u>Expected Money Weighted Rate of Return*</u> |
|---------------------|--------------------------|---|--|
| Global Equity | 60.0% | 4.50% | 2.70% |
| Global Fixed Income | 20.0% | 2.00% | 0.40% |
| Private investments | 20.0% | 7.00% | 1.40% |
| Inflation | | | 2.50% |
| Administrative fee | | | 0.25% |
| Discount rate | | | 7.25% |

Discount rate. The discount rate used to measure the total pension liability is 7.25% (7.60% in the prior year). The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability

| | <u>Increase (Decrease)</u> | | |
|---|--|--|--|
| | <u>Total Pension Liability</u> <u>(a)</u> | <u>Plan Fiduciary Net Position</u> <u>(b)</u> | <u>Net Pension Liability</u> <u>(a)-(b)</u> |
| Balance at December 31, 2021 | \$12,804,042 | \$10,553,559 | \$2,250,483 |
| Changes for the Year: | | | |
| Service cost | 126,114 | - | 126,114 |
| Interest | 893,143 | - | 893,143 |
| Change in benefits | - | - | - |
| Difference between expected and actual experience | 382,849 | - | 382,849 |
| Change in assumptions | 528,340 | - | 528,340 |
| Contributions: employer | - | 266,088 | (266,088) |
| Contributions: employee | - | 71,218 | (71,218) |
| Net investment Income | - | (805,164) | 805,164 |
| Benefit payments, including refunds | (1,095,770) | (1,095,770) | - |
| Administrative expense | - | (19,214) | 19,214 |
| Other changes | 375,094 | - | 375,094 |
| Net changes | 1,209,770 | (1,582,842) | 2,792,612 |
| Balance at December 31, 2022 | <u>\$14,013,812</u> | <u>\$8,970,717</u> | <u>\$5,043,095</u> |

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the employer, calculated using the discount rate of 7.25%, as well as what the employer's net pension liability would be using a discount rate that is 1 percentage point lower (6.25%) or higher (8.25%) than the current rate.

| | <u>1% Decrease</u> | <u>Current Discount Rate</u> | <u>1% Increase</u> |
|-------------------------|---------------------|----------------------------------|--------------------|
| Total Pension Liability | \$15,722,255 | \$14,013,812 | \$12,587,757 |
| Fiduciary Net Position | 8,970,717 | 8,970,717 | 8,970,717 |
| Net Pension Liability | <u>\$ 6,751,538</u> | <u>\$ 5,043,095</u> | <u>\$3,617,040</u> |

Pension Expense and Deferred Outflows of Resources Related to Pensions

For the year ended December 31, 2022 the employer recognized pension expense of \$1,467,123. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|-------------------------------------|---|--|
| Differences in experience | \$ 330,509 | \$ - |
| Differences in assumptions | 490,264 | - |
| (Excess) deficit investment returns | 606,386 | - |
| Total | <u>\$1,427,159</u> | <u>\$ -</u> |

Amounts reported as deferred outflows and inflows of resources related to the pension will be recognized in pension expense as follows:

| | |
|--------------|---------------------------|
| 2023 | \$ 536,966 |
| 2024 | 397,934 |
| 2025 | 183,837 |
| 2026 | 308,422 |
| 2027 | - |
| Thereafter | - |
| Total | <u>\$1,427,159</u> |

Defined Contribution Pension Plans

The Township maintains a defined contribution plan administered by an insurance company. The Township contributes 10 percent of each eligible employee's salary to the plan. Employees are also able to make additional voluntary contributions. Plan provision and contribution requirements are established and may be amended by the Board. The Township's contribution for 2022 was \$16,164.

The Township also maintains a defined contribution plan administered by MERS. Depending on hire date, the Township contributes 5 to 6 percent of each eligible employee's salary to the plan and will match an additional 5 to 6 percent of each eligible employee's salary. Plan provision and contribution requirements are established and may be amended by the Board. The Township's contribution for 2022 was \$300,584 and the employees' contribution was \$148,922.

CASCADE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

8. LEASE AGREEMENT

The Township renewed an agreement in 2016, which provides for the leasing of the Cascade Dam to a private company for the purpose of generating and selling hydroelectric power. The original lease expired in 2018 and was automatically be extended for an additional 18 years through 2036. In years 2020 through 2029, the annual base rental is \$70,000 and from 2030 to 2036 the annual base rental will be \$72,000. The annual maintenance reserve fee will continue to be \$5,000 through the term of the new lease agreement. This is collected by the Township General Fund; \$40,000 plus the \$5,000 maintenance reserve fee is set aside each year in the Cascade Dam Major Repair Fund. At December 31, 2022, the Cascade Dam Major Repair Fund has accumulated \$612,361.

The Township has entered into a leasing arrangement of land for installation of cellular equipment and another for lease of a building. Terms for the lease agreement relating to cellular equipment provides for consistent fixed monthly payments with an initial 5-year term and an option to the lessee of 5 additional 5-year terms with a 5% rate increase. The building lease agreement is currently in the first of two 5-year term extensions with an annual increase related to CPI. Current year payments under these lease agreements included principal of approximately \$84,000.

9. CONTINGENT LIABILITIES

In the normal course of its operations, the Township has become a party in various legal actions, including property tax appeals. Management of the Township is of the opinion that the outcome of such actions will not have a material effect on the financial position of the Township.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by the grantor agencies, principally the federal and state government. Any disallowed claims, including amounts already collected, may constitute a liability to the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the Township expects such amounts, if any, to be immaterial.

10. TAX ABATEMENTS

The Township entered into property tax abatement agreements with local businesses under the Plant Rehabilitation and Industrial Development Districts Act, (known as the Industrial Facilities Exemption) PA 198 of 1974, as amended, provides a tax incentive to manufacturers to enable renovation and expansion of aging facilities, assist in the building of new facilities, and to promote the establishment of high-tech facilities. An Industrial Facilities Exemption (IFE) certificate entitles the facility to exemption from ad valorem real and/or personal property taxes for a term of 12 years as determined by the local unit of government. The agreements entered into by the Township include claw back provisions should the recipient of the tax abatement fail to fully meet its commitments, such as employment levels and timelines for relocation. The IFE is computed at half the local property tax millage rate. This amounts to a reduction in property taxes of approximately 50%.

For the year ended December 31, 2022 the Township abated property tax revenues of approximately \$52,600.

11. COMMITMENT

At year end, there were remaining construction commitments outstanding of approximately \$8.9 million for a fire station. This will be funded by the remaining unspent bond proceeds, anticipated use of fund balance of the general fund of approximately \$3.5 million, and ARPA funding of \$1,000,000.

REQUIRED SUPPLEMENTARY INFORMATION

CASCADE CHARTER TOWNSHIP

**GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|---------------------|----------------------|-------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Property taxes | \$ 2,427,064 | \$ 2,444,315 | \$ 2,449,728 | \$ 5,413 |
| Licenses and permits | 390,350 | 390,350 | 407,244 | 16,894 |
| State | 1,701,768 | 2,550,939 | 2,625,045 | 74,106 |
| Charges for services | 101,000 | 123,000 | 117,955 | (5,045) |
| Interest | 240,400 | 267,900 | 250,246 | (17,654) |
| Miscellaneous | 160,477 | 153,677 | 149,273 | (4,404) |
| Total revenues | <u>5,021,059</u> | <u>5,930,181</u> | <u>5,999,491</u> | <u>69,310</u> |
| Expenditures | | | | |
| Current | | | | |
| General government | | | | |
| Township board | 66,483 | 66,483 | 61,826 | 4,657 |
| Supervisor | 259,251 | 244,074 | 241,737 | 2,337 |
| Clerk | 87,896 | 87,896 | 84,975 | 2,921 |
| Treasurer | 153,115 | 157,276 | 152,825 | 4,451 |
| Assessor | 304,183 | 305,827 | 269,345 | 36,482 |
| Elections | 98,570 | 98,570 | 97,769 | 801 |
| Buildings and grounds | 647,537 | 682,303 | 550,122 | 132,181 |
| Cemetery | 21,000 | 21,000 | 12,838 | 8,162 |
| Administration | 766,654 | 853,520 | 850,900 | 2,620 |
| Public works | | | | |
| Drains | 30,400 | 30,400 | 37,236 | (6,836) |
| Road construction and maintenance | 453,300 | 453,300 | 378,961 | 74,339 |
| Street lighting | 139,000 | 139,000 | 125,400 | 13,600 |
| Waste collection | 87,300 | 85,400 | 77,754 | 7,646 |
| Community and economic development | | | | |
| Planning commission | 341,063 | 342,663 | 258,950 | 83,713 |
| Building and zoning | 21,500 | 21,500 | 405 | 21,095 |
| Culture and recreation | | | | |
| Parks and recreation | 81,700 | 81,700 | 55,341 | 26,359 |
| Historical | 21,480 | 21,480 | 10,882 | 10,598 |
| Other | 806,259 | 834,759 | 672,931 | 161,828 |
| Capital outlay | 174,220 | 80,872 | 25,088 | 55,784 |
| Total expenditures | <u>4,560,911</u> | <u>4,608,023</u> | <u>3,965,285</u> | <u>642,738</u> |
| Revenues over (under) expenditures | <u>460,148</u> | <u>1,322,158</u> | <u>2,034,206</u> | <u>712,048</u> |
| Other financing sources (uses) | | | | |
| Transfers in | 150,974 | 180,974 | 208,615 | 27,641 |
| Transfers out | (441,500) | (544,860) | (545,460) | (600) |
| Total other financing sources (uses) | <u>(290,526)</u> | <u>(363,886)</u> | <u>(336,845)</u> | <u>27,041</u> |
| Net changes in fund balances | 169,622 | 958,272 | 1,697,361 | 739,089 |
| Fund balances, beginning of year | <u>6,767,619</u> | <u>6,767,619</u> | <u>6,767,619</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 6,937,241</u> | <u>\$ 7,725,891</u> | <u>\$ 8,464,980</u> | <u>\$ 739,089</u> |

CASCADE CHARTER TOWNSHIP

FIRE SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|---------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Property taxes | \$ 2,232,452 | \$ 2,249,221 | \$ 2,243,954 | \$ (5,267) |
| Interest | 5,500 | 10,500 | 10,927 | 427 |
| Miscellaneous | 1,100 | 7,610 | 6,710 | (900) |
| Total revenues | <u>2,239,052</u> | <u>2,267,331</u> | <u>2,261,591</u> | <u>(5,740)</u> |
| Expenditures | | | | |
| Current | | | | |
| Public safety | 3,003,506 | 3,186,408 | 3,156,026 | 30,382 |
| Capital outlay | 150,000 | 55,000 | 51,004 | 3,996 |
| Total expenditures | <u>3,153,506</u> | <u>3,241,408</u> | <u>3,207,030</u> | <u>34,378</u> |
| Revenues over (under) expenditures | <u>(914,454)</u> | <u>(974,077)</u> | <u>(945,439)</u> | <u>28,638</u> |
| Other financing sources (uses) | | | | |
| Transfers in | 444,323 | 444,323 | 400,000 | 44,323 |
| Transfers out | (2,000) | (2,000) | (2,000) | - |
| Total other financing sources (uses) | <u>442,323</u> | <u>442,323</u> | <u>398,000</u> | <u>44,323</u> |
| Net changes in fund balances | (472,131) | (531,754) | (547,439) | 72,961 |
| Fund balances, beginning of year | <u>1,753,539</u> | <u>1,753,539</u> | <u>1,753,539</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 1,281,408</u> | <u>\$ 1,221,785</u> | <u>\$ 1,206,100</u> | <u>\$ 72,961</u> |

CASCADE CHARTER TOWNSHIP

POLICE SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|---------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Property taxes | \$ 786,368 | \$ 786,368 | \$ 782,989 | \$ (3,379) |
| Interest | <u>47,625</u> | <u>47,625</u> | <u>52,036</u> | <u>4,411</u> |
| Total revenues | 833,993 | 833,993 | 835,025 | 1,032 |
| Expenditures | | | | |
| Current | | | | |
| Public safety | <u>691,000</u> | <u>771,000</u> | <u>690,960</u> | <u>80,040</u> |
| Revenues over (under) expenditures | 142,993 | 62,993 | 144,065 | 81,072 |
| Other financing sources (uses) | | | | |
| Transfers in | <u>-</u> | <u>103,360</u> | <u>103,360</u> | <u>-</u> |
| Net changes in fund balances | 142,993 | 166,353 | 247,425 | 81,072 |
| Fund balances, beginning of year | <u>1,662,813</u> | <u>1,662,813</u> | <u>1,662,813</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 1,805,806</u> | <u>\$ 1,829,166</u> | <u>\$ 1,910,238</u> | <u>\$ 81,072</u> |

CASCADE CHARTER TOWNSHIP

OPEN SPACE SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|-------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Property taxes | \$ 402,522 | \$ 407,350 | \$ 405,810 | \$ (1,540) |
| Interest | <u>3,500</u> | <u>3,500</u> | <u>8,838</u> | <u>5,338</u> |
| Total revenues | 406,022 | 410,850 | 414,648 | 3,798 |
| Expenditures | | | | |
| Current | | | | |
| Culture and recreation | <u>26,250</u> | <u>96,250</u> | <u>95,496</u> | <u>754</u> |
| Revenues over (under) expenditures | 379,772 | 314,600 | 319,152 | 4,552 |
| Other financing sources (uses) | | | | |
| Transfers out | <u>(322,412)</u> | <u>(322,412)</u> | <u>(322,182)</u> | <u>230</u> |
| Net changes in fund balances | 57,360 | (7,812) | (3,030) | 4,782 |
| Fund balances, beginning of year | <u>814,064</u> | <u>814,064</u> | <u>814,064</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 871,424</u> | <u>\$ 806,252</u> | <u>\$ 811,034</u> | <u>\$ 4,782</u> |

CASCADE CHARTER TOWNSHIP

LIBRARY SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|---------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Property taxes | \$ 262,440 | \$ 262,440 | \$ 264,623 | \$ 2,183 |
| Local | 32,870 | 32,870 | 38,348 | 5,478 |
| Interest | 2,340 | 2,340 | 10,899 | 8,559 |
| Total revenues | <u>297,650</u> | <u>297,650</u> | <u>313,870</u> | <u>16,220</u> |
| Expenditures | | | | |
| Current | | | | |
| Culture and recreation | 260,824 | 260,824 | 231,261 | 29,563 |
| Capital outlay | 36,000 | 36,000 | 7,917 | 28,083 |
| Total expenditures | <u>296,824</u> | <u>296,824</u> | <u>239,178</u> | <u>57,646</u> |
| Net changes in fund balances | 826 | 826 | 74,692 | 73,866 |
| Fund balances, beginning of year | <u>2,241,068</u> | <u>2,241,068</u> | <u>2,241,068</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 2,241,894</u> | <u>\$ 2,241,894</u> | <u>\$ 2,315,760</u> | <u>\$ 73,866</u> |

CASCADE CHARTER TOWNSHIP

PATHWAYS SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|-------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Property taxes | \$ 615,146 | \$ 615,146 | \$ 620,191 | \$ 5,045 |
| Interest | 31,220 | 31,220 | 35,436 | 4,216 |
| Total revenues | <u>646,366</u> | <u>646,366</u> | <u>655,627</u> | <u>9,261</u> |
| Expenditures | | | | |
| Current | | | | |
| Culture and recreation | 33,300 | 33,300 | 14,586 | 18,714 |
| Capital outlay | 250,000 | 250,000 | 11,756 | 238,244 |
| Total expenditures | <u>283,300</u> | <u>283,300</u> | <u>26,342</u> | <u>256,958</u> |
| Revenues over (under) expenditures | 363,066 | 363,066 | 629,285 | 266,219 |
| Other financing sources (uses) | | | | |
| Transfers out | (50,974) | (50,974) | (50,974) | - |
| Net changes in fund balances | 312,092 | 312,092 | 578,311 | 266,219 |
| Fund balances, beginning of year | <u>528,999</u> | <u>528,999</u> | <u>528,999</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 841,091</u> | <u>\$ 841,091</u> | <u>\$ 1,107,310</u> | <u>\$ 266,219</u> |

CASCADE CHARTER TOWNSHIP

INSPECTIONS SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|---------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Licenses and permits | \$ 2,133,750 | \$ 2,853,350 | \$ 3,145,529 | \$ 292,179 |
| Interest | 40,000 | 47,139 | 43,517 | (3,622) |
| Miscellaneous | 1,500 | 2,100 | 2,050 | (50) |
| Total revenues | <u>2,175,250</u> | <u>2,902,589</u> | <u>3,191,096</u> | <u>288,507</u> |
| Expenditures | | | | |
| Current | | | | |
| Public safety | 1,971,965 | 2,054,615 | 1,967,784 | 86,831 |
| Capital outlay | 57,000 | 57,000 | 15,445 | 41,555 |
| Total expenditures | <u>2,028,965</u> | <u>2,111,615</u> | <u>1,983,229</u> | <u>128,386</u> |
| Revenues over (under) expenditures | 146,285 | 790,974 | 1,207,867 | 416,893 |
| Other financing sources (uses) | | | | |
| Transfers out | (100,000) | (140,000) | (157,641) | (17,641) |
| Net changes in fund balances | 46,285 | 650,974 | 1,050,226 | 399,252 |
| Fund balances, beginning of year | <u>2,856,309</u> | <u>2,856,309</u> | <u>2,856,309</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 2,902,594</u> | <u>\$ 3,507,283</u> | <u>\$ 3,906,535</u> | <u>\$ 399,252</u> |

CASCADE CHARTER TOWNSHIP

**CORONAVIRUS GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|---------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Federal | \$ - | \$ 2,039,352 | \$ - | \$ (2,039,352) |
| Interest | - | 8,925 | 8,846 | (79) |
| | <u>-</u> | <u>2,048,277</u> | <u>8,846</u> | <u>(2,039,431)</u> |
| Total revenues | - | 2,048,277 | 8,846 | (2,039,431) |
| Expenditures | | | | |
| Current | | | | |
| General government | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net changes in fund balances | - | 2,048,277 | 8,846 | (2,039,431) |
| Fund balances, beginning of year | <u>23,300</u> | <u>23,300</u> | <u>23,300</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 23,300</u> | <u>\$ 2,071,577</u> | <u>\$ 32,146</u> | <u>\$ (2,039,431)</u> |

CASCADE CHARTER TOWNSHIP
DEFINED BENEFIT PENSION PLAN
SCHEDULE OF CHANGES IN EMPLOYERS NET PENSION
LIABILITY AND RELATED RATIOS

FOR THE YEAR ENDED DECEMBER 31, 2022

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Total pension liability | | | | | | | | |
| Service cost | \$ 232,044 | \$ 269,359 | \$ 301,620 | \$ 324,267 | \$ 152,708 | \$ 150,811 | \$ 143,934 | \$ 126,114 |
| Interest | 672,517 | 697,204 | 813,553 | 830,058 | 890,346 | 860,959 | 876,808 | 893,143 |
| Changes in benefit terms | - | - | - | - | (24,411) | (24,999) | - | - |
| Difference between expected and actual experience | - | 360,728 | (407,538) | 13,247 | (844,453) | (25,485) | 225,826 | 382,849 |
| Changes in assumptions | - | 568,066 | - | - | - | 397,302 | 414,112 | 528,340 |
| Benefit payments including employee refunds | (347,736) | (337,024) | (460,299) | (702,280) | (484,793) | (567,082) | (636,398) | (1,095,770) |
| Other | (17,508) | (58,461) | 68,638 | 265,356 | (14,651) | 21,554 | (3,420) | 375,094 |
| Net change in total pension liability | 539,317 | 1,499,872 | 315,974 | 730,648 | (325,254) | 813,060 | 1,020,862 | 1,209,770 |
| Total pension liability, beginning of year | 8,209,563 | 8,748,880 | 10,248,752 | 10,564,726 | 11,295,374 | 10,970,120 | 11,783,180 | 12,804,042 |
| Total pension liability, end of year | <u>\$ 8,748,880</u> | <u>\$ 10,248,752</u> | <u>\$ 10,564,726</u> | <u>\$ 11,295,374</u> | <u>\$ 10,970,120</u> | <u>\$ 11,783,180</u> | <u>\$ 12,804,042</u> | <u>\$ 14,013,812</u> |
| Plan fiduciary net position | | | | | | | | |
| Contributions-employer | \$ 232,013 | \$ 245,343 | \$ 290,039 | \$ 305,411 | \$ 176,094 | \$ 191,435 | \$ 232,044 | \$ 266,088 |
| Contributions-employee | 117,128 | 123,282 | 124,705 | 120,780 | 110,976 | 115,847 | 106,555 | 71,218 |
| Net investment income | (105,931) | 776,510 | 1,004,690 | (324,408) | 1,065,789 | 1,099,520 | 1,335,395 | (805,164) |
| Benefit payments including employee refunds | (347,736) | (337,024) | (460,299) | (702,280) | (484,793) | (567,082) | (636,398) | (1,095,770) |
| Administrative expense | (15,175) | (15,315) | (15,897) | (16,413) | (18,365) | (17,467) | (15,324) | (19,214) |
| Net change in plan fiduciary net position | (119,701) | 792,796 | 943,238 | (616,910) | 849,701 | 822,253 | 1,022,272 | (1,582,842) |
| Plan fiduciary net position, beginning of year | 6,859,910 | 6,740,209 | 7,533,005 | 8,476,243 | 7,859,333 | 8,709,034 | 9,531,287 | 10,553,559 |
| Plan fiduciary net position, end of year | <u>\$ 6,740,209</u> | <u>\$ 7,533,005</u> | <u>\$ 8,476,243</u> | <u>\$ 7,859,333</u> | <u>\$ 8,709,034</u> | <u>\$ 9,531,287</u> | <u>\$ 10,553,559</u> | <u>\$ 8,970,717</u> |
| Employer net pension liability | <u>\$ 2,008,671</u> | <u>\$ 2,715,747</u> | <u>\$ 2,088,483</u> | <u>\$ 3,436,041</u> | <u>\$ 2,261,086</u> | <u>\$ 2,251,893</u> | <u>\$ 2,250,483</u> | <u>\$ 5,043,095</u> |
| Plan fiduciary net position as a percentage of the total pension liability | 77% | 74% | 80% | 70% | 79% | 81% | 82% | 64% |
| Covered employee payroll | \$ 2,047,653 | \$ 2,314,281 | \$ 2,474,196 | \$ 2,626,444 | \$ 1,656,630 | \$ 1,570,546 | \$ 1,463,208 | \$ 1,250,378 |
| Employer's net pension liability as a percentage of covered employee payroll | 98% | 117% | 84% | 131% | 136% | 143% | 154% | 403% |

CASCADE CHARTER TOWNSHIP
DEFINED BENEFIT PENSION PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2022

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|--|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Actuarial determined contributions | \$ 232,013 | \$ 245,343 | \$ 290,039 | \$ 305,411 | \$ 176,094 | \$ 191,435 | \$ 232,044 | \$ 266,088 |
| Contributions in relation to the actuarially determined contribution | <u>232,013</u> | <u>245,343</u> | <u>290,039</u> | <u>305,411</u> | <u>176,094</u> | <u>191,435</u> | <u>232,044</u> | <u>266,088</u> |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Covered employee payroll | \$ 2,047,653 | \$ 2,314,281 | \$ 2,474,196 | \$ 2,626,444 | \$ 1,656,630 | \$ 1,570,546 | \$ 1,463,208 | \$ 1,250,378 |
| Contributions as a percentage of covered employee payroll | 11.3% | 10.6% | 11.7% | 11.6% | 10.6% | 12.2% | 15.9% | 21.3% |
| Notes to schedule | | | | | | | | |
| Actuarial cost method | Entry Age | | | | | | | |
| Amortization method | Level percentage of payroll, open | | | | | | | |
| Remaining amortization period | 19 years | | | | | | | |
| Asset valuation method | 5 year smoothed | | | | | | | |
| Inflation | 2.50% | | | | | | | |
| Salary increases | 3.00% (3.75% for 2015 through 2019) | | | | | | | |
| Investment rate of return | 7.0% (7.35 for 2020; 7.75% for 2015 through 2019) | | | | | | | |
| Retirement age | Varies depending on plan adoption | | | | | | | |
| Mortality | 50% female/ 50% male RP-2014 mortality table | | | | | | | |

Notes to required supplementary information

Budgets and Budgetary Accounting

The Township adopts annual budgets for the general and special revenue funds fund following the GAAP basis of accounting. Unexpended appropriations lapse at year-end.

Pension Schedules

Pension schedules are being accumulated prospectively until ten years of data is presented.

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

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CASCADE CHARTER TOWNSHIP

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

DECEMBER 31, 2022

| | <u>Special Revenue Funds</u> | | | | |
|---|---|----------------------------------|-----------------------------|-------------------------------------|------------------|
| | <u>Cascade Dam Major Repair</u> | <u>Improvement Revolving</u> | <u>Laraway Lake SAD</u> | <u>Thornapple River SAD</u> | <u>Hazmat</u> |
| Assets | | | | | |
| Cash and pooled investments | \$ 612,361 | \$ 2,560,023 | \$ 16,252 | \$ 150,242 | \$ 45,208 |
| Receivables | | | | | |
| Lease related | 108,741 | - | - | - | - |
| Special assessments | - | 414,386 | 99,645 | 1,214,700 | - |
| Total assets | <u>\$ 721,102</u> | <u>\$ 2,974,409</u> | <u>\$ 115,897</u> | <u>\$ 1,364,942</u> | <u>\$ 45,208</u> |
| Liabilities, deferred inflows of resources and fund balances | | | | | |
| Liabilities | | | | | |
| Accounts payable | \$ - | \$ 991 | \$ - | \$ - | \$ - |
| Total liabilities | <u>-</u> | <u>991</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Deferred inflows of resources | | | | | |
| Unavailable revenue | - | 421,976 | 103,671 | 1,244,400 | - |
| Lease related | 108,741 | - | - | - | - |
| Total deferred inflows of resources | <u>108,741</u> | <u>421,976</u> | <u>103,671</u> | <u>1,244,400</u> | <u>-</u> |
| Fund balances | | | | | |
| Nonspendable | | | | | |
| Cemetery trust | - | - | - | - | - |
| Restricted | | | | | |
| Capital improvements | 612,361 | 2,551,442 | 12,226 | 120,542 | 45,208 |
| Committed | | | | | |
| Cemetery trust | - | - | - | - | - |
| Total fund balances | <u>612,361</u> | <u>2,551,442</u> | <u>12,226</u> | <u>120,542</u> | <u>45,208</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 721,102</u> | <u>\$ 2,974,409</u> | <u>\$ 115,897</u> | <u>\$ 1,364,942</u> | <u>\$ 45,208</u> |

| Debt Service Fund | | |
|---------------------------|--------------------------------|---------------------|
| | Permanent | |
| Building Authority | Cemetery Perpetual Care | Total |
| \$ - | \$ 133,510 | \$ 3,517,596 |
| - | - | 108,741 |
| - | - | <u>1,728,731</u> |
| <u>\$ -</u> | <u>\$ 133,510</u> | <u>\$ 5,355,068</u> |
| | | |
| \$ - | \$ - | \$ 991 |
| - | - | 991 |
| - | - | 1,770,047 |
| - | - | <u>108,741</u> |
| - | - | <u>1,878,788</u> |
| - | 117,279 | 117,279 |
| - | - | 3,341,779 |
| - | <u>16,231</u> | <u>16,231</u> |
| - | <u>133,510</u> | <u>3,475,289</u> |
| <u>\$ -</u> | <u>\$ 133,510</u> | <u>\$ 5,355,068</u> |

CASCADE CHARTER TOWNSHIP
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2022

| | Special Revenue Funds | | | | |
|---|--------------------------------|--------------------------|---------------------|----------------------------|------------------|
| | Cascade Dam Major Repair | Improvement Revolving | Laraway Lake SAD | Thornapple River SAD | Hazmat |
| Revenues | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ 4,000 |
| Interest | 4,216 | 34,213 | 148 | 1,442 | 168 |
| Miscellaneous | <u>5,000</u> | <u>455,023</u> | <u>12,078</u> | <u>119,100</u> | <u>-</u> |
| Total revenues | <u>9,216</u> | <u>489,236</u> | <u>12,226</u> | <u>120,542</u> | <u>4,168</u> |
| Expenditures | | | | | |
| Current | | | | | |
| General government | - | - | - | - | - |
| Public safety | - | - | - | - | 2,700 |
| Debt service | | | | | |
| Principal | - | - | - | - | - |
| Interest | - | - | - | - | - |
| Capital outlay | <u>-</u> | <u>179,438</u> | <u>-</u> | <u>-</u> | <u>2,097</u> |
| Total expenditures | <u>-</u> | <u>179,438</u> | <u>-</u> | <u>-</u> | <u>4,797</u> |
| Revenues over (under) expenditures | 9,216 | 309,798 | 12,226 | 120,542 | (629) |
| Other financing sources (uses) | | | | | |
| Transfers in | <u>40,000</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,000</u> |
| Net changes in fund balances | 49,216 | 309,798 | 12,226 | 120,542 | 1,371 |
| Fund balances, beginning of year | <u>563,145</u> | <u>2,241,644</u> | <u>-</u> | <u>-</u> | <u>43,837</u> |
| Fund balances, end of year | <u>\$ 612,361</u> | <u>\$ 2,551,442</u> | <u>\$ 12,226</u> | <u>\$ 120,542</u> | <u>\$ 45,208</u> |

CASCADE CHARTER TOWNSHIP

CASCADE DAM MAJOR REPAIR SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|-------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Interest | \$ 6,000 | \$ 6,000 | \$ 4,216 | \$ (1,784) |
| Miscellaneous | <u>5,000</u> | <u>5,000</u> | <u>5,000</u> | <u>-</u> |
| Total revenues | 11,000 | 11,000 | 9,216 | (1,784) |
| Expenditures | | | | |
| Capital outlay | <u>85,000</u> | <u>85,000</u> | <u>-</u> | <u>85,000</u> |
| Revenues over (under) expenditures | (74,000) | (74,000) | 9,216 | 83,216 |
| Other financing sources (uses) | | | | |
| Transfers in | <u>40,000</u> | <u>40,000</u> | <u>40,000</u> | <u>-</u> |
| Net changes in fund balances | (34,000) | (34,000) | 49,216 | 83,216 |
| Fund balances, beginning of year | <u>563,145</u> | <u>563,145</u> | <u>563,145</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 529,145</u> | <u>\$ 529,145</u> | <u>\$ 612,361</u> | <u>\$ 83,216</u> |

CASCADE CHARTER TOWNSHIP

**IMPROVEMENT REVOLVING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|---------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Interest | \$ 4,600 | \$ 21,585 | \$ 34,213 | \$ 12,628 |
| Miscellaneous | <u>219,639</u> | <u>436,639</u> | <u>455,023</u> | <u>18,384</u> |
| Total revenues | 224,239 | 458,224 | 489,236 | 31,012 |
| Expenditures | | | | |
| Debt service | | | | |
| Capital outlay | <u>195,000</u> | <u>215,000</u> | <u>179,438</u> | <u>35,562</u> |
| Net changes in fund balances | 29,239 | 243,224 | 309,798 | 66,574 |
| Fund balances, beginning of year | <u>2,241,644</u> | <u>2,241,644</u> | <u>2,241,644</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 2,270,883</u> | <u>\$ 2,484,868</u> | <u>\$ 2,551,442</u> | <u>\$ 66,574</u> |

CASCADE CHARTER TOWNSHIP

**LARAWAY LAKE SAD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|---------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Interest | \$ - | \$ 100 | \$ 148 | \$ 48 |
| Miscellaneous | - | 11,574 | 12,078 | 504 |
| Total revenues | - | 11,674 | 12,226 | 552 |
| Expenditures | | | | |
| Current | | | | |
| Public safety | - | 11,000 | - | 11,000 |
| Net changes in fund balances | - | 674 | 12,226 | 11,552 |
| Fund balances, beginning of year | - | - | - | - |
| Fund balances, end of year | <u>\$ -</u> | <u>\$ 674</u> | <u>\$ 12,226</u> | <u>\$ 11,552</u> |

CASCADE CHARTER TOWNSHIP

**THORNAPPLE RIVER SAD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Interest | \$ - | \$ 1,000 | \$ 1,442 | \$ 442 |
| Miscellaneous | - | 90,300 | 119,100 | 28,800 |
| Total revenues | - | 91,300 | 120,542 | 29,242 |
| Expenditures | | | | |
| Current | | | | |
| Public works | - | 75,000 | - | 75,000 |
| Net changes in fund balances | - | 16,300 | 120,542 | 104,242 |
| Fund balances, beginning of year | - | - | - | - |
| Fund balances, end of year | <u>\$ -</u> | <u>\$ 16,300</u> | <u>\$ 120,542</u> | <u>\$ 104,242</u> |

CASCADE CHARTER TOWNSHIP

HAZMAT SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>Budget Amounts</u> | | <u>Actual Amount</u> | <u>Variance Positive (Negative)</u> |
|---|-----------------------|------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Charges for services | \$ 4,000 | \$ 4,000 | \$ 4,000 | \$ - |
| Interest | <u>120</u> | <u>120</u> | <u>168</u> | <u>48</u> |
| Total revenues | <u>4,120</u> | <u>4,120</u> | <u>4,168</u> | <u>48</u> |
| Expenditures | | | | |
| Current | | | | |
| Public safety | 5,000 | 5,000 | 2,700 | 2,300 |
| Capital outlay | <u>3,000</u> | <u>3,000</u> | <u>2,097</u> | <u>903</u> |
| Total expenditures | <u>8,000</u> | <u>8,000</u> | <u>4,797</u> | <u>3,203</u> |
| Revenues over (under) expenditures | (3,880) | (3,880) | (629) | 3,251 |
| Other financing sources (uses) | | | | |
| Transfers in | <u>2,000</u> | <u>2,000</u> | <u>2,000</u> | <u>-</u> |
| Net changes in fund balances | (1,880) | (1,880) | 1,371 | 3,251 |
| Fund balances, beginning of year | <u>43,837</u> | <u>43,837</u> | <u>43,837</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 41,957</u> | <u>\$ 41,957</u> | <u>\$ 45,208</u> | <u>\$ 3,251</u> |

CASCADE CHARTER TOWNSHIP

GENERAL FUND COMPARATIVE BALANCE SHEET

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|----------------------|---------------------|
| Assets | | |
| Cash and pooled investments | \$ 8,691,962 | \$ 7,318,552 |
| Receivables | | |
| Accounts | 101,057 | 130,290 |
| Lease related | 1,624,070 | - |
| Taxes | 1,449,590 | 1,013,991 |
| Due from other funds | 13,148 | - |
| Due from other governments | 371,564 | 638,842 |
| Prepaid items | <u>20,528</u> | <u>38,100</u> |
| Total assets | <u>\$ 12,271,919</u> | <u>\$ 9,139,775</u> |
| Liabilities, deferred inflows of resources and fund balances | | |
| Liabilities | | |
| Accounts payable | \$ 44,422 | \$ 108,808 |
| Accrued payroll and benefits | <u>65,252</u> | <u>53,868</u> |
| Total liabilities | <u>109,674</u> | <u>162,676</u> |
| Deferred inflows of resources | | |
| Unavailable revenue | 2,073,195 | 2,209,480 |
| Lease related | <u>1,624,070</u> | <u>-</u> |
| | 3,697,265 | 2,209,480 |
| Fund balances | | |
| Nonspendable | | |
| Prepaid items | 20,528 | 38,100 |
| Committed | | |
| Unfunded pension liability | 499,543 | 499,543 |
| Facility Improvements | 250,000 | 248,155 |
| Assigned | | |
| Future years expenditures | 76,037 | - |
| Fire station construction | 3,500,000 | - |
| Unassigned | <u>4,118,872</u> | <u>5,981,821</u> |
| Total fund balances | <u>8,464,980</u> | <u>6,767,619</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 12,271,919</u> | <u>\$ 9,139,775</u> |

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CASCADE CHARTER TOWNSHIP

**GENERAL FUND
COMPARATIVE SCHEDULE OF REVENUES**

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|--------------------------------------|---------------------|---------------------|
| Revenues | | |
| Property taxes | | |
| Current property taxes | \$ 1,688,222 | \$ 1,622,533 |
| Street lighting assessment | 80,577 | 77,957 |
| Delinquent property taxes | 5,116 | 3,886 |
| Industrial facilities taxes | 14,700 | 17,331 |
| Interest and penalties on taxes | 4,879 | 6,139 |
| Tax administration fees | 656,234 | 642,396 |
| Total property taxes | <u>2,449,728</u> | <u>2,370,242</u> |
| Licenses and permits | | |
| Cablevision fees | 407,096 | 401,939 |
| Dog licenses | 48 | 81 |
| Other permits | 100 | 50 |
| Total licenses and permits | <u>407,244</u> | <u>402,070</u> |
| Federal grants | <u>-</u> | <u>15,701</u> |
| State | | |
| Sales taxes | 2,601,074 | 1,852,968 |
| PA 48/Metro Authority | 23,971 | 22,405 |
| Total state | <u>2,625,045</u> | <u>1,875,373</u> |
| Charges for services | | |
| Planning and zoning fees | 17,850 | 14,873 |
| Summer tax collection fees | 25,922 | 26,421 |
| P.A. 198 tax application fees | 1,000 | 2,000 |
| Sewer and water implementation fees | 42,528 | 25,302 |
| Grave openings | 18,300 | 17,240 |
| Passport application fees | 12,355 | 4,235 |
| Total charges for services | <u>117,955</u> | <u>90,071</u> |
| Interest | | |
| Interest on deposits and investments | 62,893 | 50,204 |
| Rental income | 187,353 | 172,794 |
| Total interest | <u>250,246</u> | <u>222,998</u> |
| Miscellaneous | | |
| Sale of assets | 2,500 | 50 |
| Contributions | 115,560 | 103,280 |
| Park income | 7,400 | 8,230 |
| Other | 23,813 | 1,641 |
| Total miscellaneous | <u>149,273</u> | <u>113,201</u> |
| Total revenues | <u>\$ 5,999,491</u> | <u>\$ 5,073,955</u> |

CASCADE CHARTER TOWNSHIP

**GENERAL FUND
COMPARATIVE SCHEDULE OF EXPENDITURES**

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|-----------------------------|------------------|------------------|
| Expenditures | | |
| Current | | |
| General government | | |
| Township board | | |
| Personnel services | \$ 42,301 | \$ 41,222 |
| Other services and charges | 19,525 | 19,093 |
| Total township board | <u>61,826</u> | <u>60,315</u> |
| Supervisor | | |
| Personnel services | 209,902 | 220,282 |
| Other services and charges | 31,835 | 30,464 |
| Capital outlay | - | 1,224 |
| Total supervisor | <u>241,737</u> | <u>251,970</u> |
| Clerk | | |
| Personnel services | 77,031 | 68,135 |
| Other services and charges | 7,944 | 5,312 |
| Total clerk | <u>84,975</u> | <u>73,447</u> |
| Treasurer | | |
| Personnel services | 142,357 | 132,827 |
| Other services and charges | 6,671 | 4,530 |
| Capital outlay | 3,797 | 3,266 |
| Total treasurer | <u>152,825</u> | <u>140,623</u> |
| Assessor | | |
| Personnel services | 225,622 | 223,896 |
| Supplies | 490 | 480 |
| Other services and charges | 43,233 | 37,825 |
| Capital outlay | - | 1,213 |
| Total assessor | <u>269,345</u> | <u>263,414</u> |
| Elections | | |
| Personnel services | 63,833 | 14,786 |
| Supplies | 26,884 | 1,587 |
| Other services and charges | 7,052 | 1,260 |
| Total elections | <u>97,769</u> | <u>17,633</u> |
| Buildings and grounds | | |
| Personnel services | 325,986 | 300,774 |
| Supplies | 1,949 | 2,238 |
| Other services and charges | 221,018 | 230,667 |
| Capital outlay | 1,169 | - |
| Total buildings and grounds | <u>550,122</u> | <u>533,679</u> |
| Cemetery | | |
| Other services and charges | <u>12,838</u> | <u>6,151</u> |
| Administration | | |
| Personnel services | 197,478 | 178,089 |
| Supplies | 26,286 | 28,588 |
| Other services and charges | 620,420 | 525,824 |
| Capital outlay | 6,716 | 3,265 |
| Total administration | <u>850,900</u> | <u>735,766</u> |
| Total general government | <u>2,322,337</u> | <u>2,082,998</u> |

(Continued)

CASCADE CHARTER TOWNSHIP

**GENERAL FUND
COMPARATIVE SCHEDULE OF EXPENDITURES**

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|--|---------------------|---------------------|
| Public works | | |
| Drains | | |
| Other services and charges | \$ 23,429 | \$ 11,255 |
| Capital outlay | 13,807 | 13,225 |
| Total drains | <u>37,236</u> | <u>24,480</u> |
| Road construction and maintenance | | |
| Capital outlay | <u>378,961</u> | <u>936,629</u> |
| Street lighting | | |
| Other services and charges | 125,386 | 142,803 |
| Capital outlay | 14 | 51 |
| Total street lighting | <u>125,400</u> | <u>142,854</u> |
| Waste collection | | |
| Yard waste cleanup | <u>77,754</u> | <u>57,371</u> |
| Total public works | <u>619,351</u> | <u>1,161,334</u> |
| Community and economic development | | |
| Planning commission | | |
| Personnel services | 214,687 | 262,553 |
| Supplies | 530 | 205 |
| Other services and charges | 43,733 | 8,671 |
| Total planning commission | <u>258,950</u> | <u>271,429</u> |
| Building and zoning | | |
| Personnel services | <u>405</u> | <u>34,516</u> |
| Total community and economic development | <u>259,355</u> | <u>305,945</u> |
| Culture and recreation | | |
| Parks and recreation | | |
| Supplies | 5,324 | 4,443 |
| Other services and charges | 50,017 | 51,338 |
| Total parks and recreation | <u>55,341</u> | <u>55,781</u> |
| Historical | | |
| Supplies | 7,045 | 7,000 |
| Other services and charges | 3,837 | 4,532 |
| Total historical | <u>10,882</u> | <u>11,532</u> |
| Total culture and recreation | <u>66,223</u> | <u>67,313</u> |
| Other | | |
| Employee benefits | 639,305 | 641,757 |
| Transportation services | 33,626 | 92,346 |
| Total other | <u>672,931</u> | <u>734,103</u> |
| Capital outlay | <u>25,088</u> | <u>609,213</u> |
| Total expenditures | <u>\$ 3,965,285</u> | <u>\$ 4,960,906</u> |

(Concluded)

CASCADE CHARTER TOWNSHIP

FIRE SPECIAL REVENUE FUND COMPARATIVE BALANCE SHEET

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Assets | | |
| Cash and pooled investments | \$ 2,024,480 | \$ 2,925,404 |
| Receivables | | |
| Taxes | 1,559,724 | 1,137,315 |
| Due from other funds | 7,048 | - |
| Prepaid items | <u>21,448</u> | <u>20,766</u> |
| Total assets | <u>\$ 3,612,700</u> | <u>\$ 4,083,485</u> |
| Liabilities, deferred inflows of resources and fund balances | | |
| Liabilities | | |
| Accounts payable | \$ 9,447 | \$ 67,749 |
| Accrued payroll and benefits | <u>71,419</u> | <u>56,213</u> |
| Total liabilities | <u>80,866</u> | <u>123,962</u> |
| Deferred inflows of resources | | |
| Unavailable revenue | <u>2,325,734</u> | <u>2,205,984</u> |
| Fund balances | | |
| Nonspendable | | |
| Prepaid items | 21,448 | 20,766 |
| Restricted | | |
| Dedicated millage | <u>1,184,652</u> | <u>1,732,773</u> |
| Total fund balances | <u>1,206,100</u> | <u>1,753,539</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 3,612,700</u> | <u>\$ 4,083,485</u> |

CASCADE CHARTER TOWNSHIP

**FIRE SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE**

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Revenues | | |
| Property taxes | | |
| Current property taxes | \$ 2,217,408 | \$ 2,156,063 |
| Delinquent property taxes | 5,948 | 5,558 |
| Industrial facilities taxes | 19,899 | 23,460 |
| Interest and penalties on taxes | 699 | 409 |
| Total property taxes | <u>2,243,954</u> | <u>2,185,490</u> |
| Interest | 10,927 | 21,194 |
| State grants | - | 4,860 |
| Miscellaneous | | |
| Other | <u>6,710</u> | <u>5,717</u> |
| Total revenues | <u>2,261,591</u> | <u>2,217,261</u> |
| Expenditures | | |
| Current | | |
| Public safety | | |
| Fire department | | |
| Personnel services | 2,534,698 | 2,539,082 |
| Supplies | 129,061 | 98,225 |
| Other services and charges | 492,267 | 301,267 |
| Total public safety | <u>3,156,026</u> | <u>2,938,574</u> |
| Capital outlay | <u>51,004</u> | <u>278,748</u> |
| Total expenditures | <u>3,207,030</u> | <u>3,217,322</u> |
| Revenues over (under) expenditures | <u>(945,439)</u> | <u>(1,000,061)</u> |
| Other financing sources (uses) | | |
| Transfers in | 400,000 | 400,000 |
| Transfers out | <u>(2,000)</u> | <u>(2,000)</u> |
| Total other financing sources (uses) | <u>398,000</u> | <u>398,000</u> |
| Net changes in fund balances | (547,439) | (602,061) |
| Fund balances, beginning of year | <u>1,753,539</u> | <u>2,355,600</u> |
| Fund balances, end of year | <u>\$ 1,206,100</u> | <u>\$ 1,753,539</u> |

CASCADE CHARTER TOWNSHIP

POLICE SPECIAL REVENUE FUND COMPARATIVE BALANCE SHEET

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Assets | | |
| Cash and pooled investments | \$ 2,289,020 | \$ 2,160,227 |
| Receivables | | |
| Taxes | <u>544,246</u> | <u>396,846</u> |
| Total assets | <u>\$ 2,833,266</u> | <u>\$ 2,557,073</u> |
| Liabilities, deferred inflows of resources and fund balances | | |
| Liabilities | | |
| Accounts payable | \$ 111,494 | \$ 124,525 |
| Deferred inflows of resources | | |
| Unavailable revenue | 811,534 | 769,735 |
| Fund balances | | |
| Restricted | | |
| Dedicated millage | <u>1,910,238</u> | <u>1,662,813</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 2,833,266</u> | <u>\$ 2,557,073</u> |

CASCADE CHARTER TOWNSHIP

POLICE SPECIAL REVENUE FUND COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|-------------------------|-------------------------|
| Revenues | | |
| Property taxes | | |
| Current property taxes | \$ 773,726 | \$ 752,562 |
| Delinquent property taxes | 2,075 | 1,940 |
| Industrial facilities taxes | 6,944 | 8,189 |
| Interest and penalties on taxes | <u>244</u> | <u>143</u> |
| Total property taxes | 782,989 | 762,834 |
| Interest | <u>52,036</u> | <u>10,863</u> |
| Total revenues | 835,025 | 773,697 |
| Expenditures | | |
| Current | | |
| Public safety | | |
| Law enforcement | | |
| Other services and charges | <u>690,960</u> | <u>676,843</u> |
| Revenues over (under) expenditures | 144,065 | 96,854 |
| Other financing sources (uses) | | |
| Transfers in | <u>103,360</u> | <u>-</u> |
| Net changes in fund balances | 247,425 | 96,854 |
| Fund balances, beginning of year | <u>1,662,813</u> | <u>1,565,959</u> |
| Fund balances, end of year | <u>\$ 1,910,238</u> | <u>\$ 1,662,813</u> |

CASCADE CHARTER TOWNSHIP

IMPROVEMENT REVOLVING SPECIAL REVENUE FUND COMPARATIVE BALANCE SHEET

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Assets | | |
| Cash and pooled investments | \$ 2,560,023 | \$ 2,289,812 |
| Receivables | | |
| Accounts | - | 8,575 |
| Special assessments | <u>414,386</u> | <u>444,134</u> |
| Total assets | <u>\$ 2,974,409</u> | <u>\$ 2,742,521</u> |
| Liabilities, deferred inflows of resources and fund balances | | |
| Liabilities | | |
| Accounts payable | \$ 991 | \$ 41,421 |
| Deferred inflows of resources | | |
| Unavailable revenue | 421,976 | 459,456 |
| Fund balances | | |
| Restricted | | |
| Water and sewer improvements | <u>2,551,442</u> | <u>2,241,644</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 2,974,409</u> | <u>\$ 2,742,521</u> |

CASCADE CHARTER TOWNSHIP

IMPROVEMENT REVOLVING SPECIAL REVENUE FUND COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Revenues | | |
| Interest | | |
| Interest on deposits | \$ 28,228 | \$ 16,938 |
| Interest on special assessments | 5,985 | 6,395 |
| Total interest | <u>34,213</u> | <u>23,333</u> |
| Miscellaneous | | |
| Special assessments | 29,747 | (1,451) |
| Hookup fees | 425,276 | 253,024 |
| Total miscellaneous | <u>455,023</u> | <u>251,573</u> |
| Total revenues | 489,236 | 274,906 |
| Expenditures | | |
| Capital outlay | <u>179,438</u> | <u>113,380</u> |
| Net changes in fund balances | 309,798 | 161,526 |
| Fund balances, beginning of year | <u>2,241,644</u> | <u>2,080,118</u> |
| Fund balances, end of year | <u>\$ 2,551,442</u> | <u>\$ 2,241,644</u> |

CASCADE CHARTER TOWNSHIP

LARAWAY LAKE SAD SPECIAL REVENUE FUND COMPARATIVE BALANCE SHEET

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|-------------------|-------------------|
| Assets | | |
| Cash and pooled investments | \$ 16,252 | \$ 7,046 |
| Receivables | | |
| Special assessments | <u>99,645</u> | <u>108,704</u> |
| Total assets | <u>\$ 115,897</u> | <u>\$ 115,750</u> |
| Liabilities, deferred inflows of resources and fund balances | | |
| Deferred inflows of resources | | |
| Unavailable revenue | \$ 103,671 | \$ - |
| Fund balances | | |
| Restricted | | |
| Water and sewer improvements | <u>12,226</u> | <u>-</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 115,897</u> | <u>\$ 115,750</u> |

CASCADE CHARTER TOWNSHIP

**LARAWAY LAKE SAD SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE**

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|------------------|-------------|
| Revenues | | |
| Interest | | |
| Interest on deposits | \$ 148 | \$ - |
| Miscellaneous | | |
| Special assessments | <u>12,078</u> | <u>-</u> |
| Total revenues | 12,226 | - |
| Expenditures | | |
| Current | | |
| Public works | <u>-</u> | <u>-</u> |
| Net changes in fund balances | 12,226 | - |
| Fund balances, beginning of year | <u>-</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 12,226</u> | <u>\$ -</u> |

CASCADE CHARTER TOWNSHIP

THORNAPPLE RIVER SAD SPECIAL REVENUE FUND COMPARATIVE BALANCE SHEET

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Assets | | |
| Cash and pooled investments | \$ 150,242 | \$ 57,300 |
| Receivables | | |
| Special assessments | <u>1,214,700</u> | <u>1,297,200</u> |
| Total assets | <u>\$ 1,364,942</u> | <u>\$ 1,354,500</u> |
| Liabilities, deferred inflows of resources and fund balances | | |
| Deferred inflows of resources | | |
| Unavailable revenue | \$ 1,244,400 | \$ 1,354,500 |
| Fund balances | | |
| Restricted | | |
| Water and sewer improvements | <u>120,542</u> | <u>-</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 1,364,942</u> | <u>\$ 1,354,500</u> |

CASCADE CHARTER TOWNSHIP

**THORNAPPLE RIVER SAD SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE**

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|-------------------|-------------|
| Revenues | | |
| Interest | | |
| Interest on deposits | \$ 1,442 | \$ - |
| Miscellaneous | | |
| Special assessments | <u>119,100</u> | <u>-</u> |
| Total revenues | 120,542 | - |
| Expenditures | | |
| Current | | |
| Public works | <u>-</u> | <u>-</u> |
| Net changes in fund balances | 120,542 | - |
| Fund balances, beginning of year | <u>-</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 120,542</u> | <u>\$ -</u> |

CASCADE CHARTER TOWNSHIP

LIBRARY SPECIAL REVENUE FUND COMPARATIVE BALANCE SHEET

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Assets | | |
| Cash and pooled investments | \$ 2,407,582 | \$ 2,365,060 |
| Receivables | | |
| Taxes | <u>177,711</u> | <u>129,587</u> |
| Total assets | <u>\$ 2,585,293</u> | <u>\$ 2,494,647</u> |
| Liabilities, deferred inflows of resources and fund balances | | |
| Liabilities | | |
| Accounts payable | \$ 4,384 | \$ 2,069 |
| Deferred inflows of resources | | |
| Unavailable revenue | 265,149 | 251,510 |
| Fund balances | | |
| Restricted | | |
| Dedicated millage | <u>2,315,760</u> | <u>2,241,068</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 2,585,293</u> | <u>\$ 2,494,647</u> |

CASCADE CHARTER TOWNSHIP

LIBRARY SPECIAL REVENUE FUND COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Revenues | | |
| Property taxes | | |
| Current property taxes | \$ 261,597 | \$ 250,964 |
| Delinquent property taxes | 678 | 633 |
| Industrial facilities taxes | 2,268 | 2,674 |
| Interest and penalties on taxes | 80 | 47 |
| Total property taxes | <u>264,623</u> | <u>254,318</u> |
| Local | 38,348 | 32,870 |
| Interest | <u>10,899</u> | <u>15,299</u> |
| Total revenues | <u>313,870</u> | <u>302,487</u> |
| Expenditures | | |
| Current | | |
| Recreation and cultural | | |
| Library | | |
| Supplies | 993 | - |
| Other services and charges | <u>230,268</u> | <u>228,001</u> |
| Total recreation and cultural | <u>231,261</u> | <u>228,001</u> |
| Capital outlay | <u>7,917</u> | <u>-</u> |
| Total expenditures | <u>239,178</u> | <u>228,001</u> |
| Net changes in fund balances | 74,692 | 74,486 |
| Fund balances, beginning of year | <u>2,241,068</u> | <u>2,166,582</u> |
| Fund balances, end of year | <u>\$ 2,315,760</u> | <u>\$ 2,241,068</u> |

CASCADE CHARTER TOWNSHIP

PATHWAYS SPECIAL REVENUE FUND COMPARATIVE BALANCE SHEET

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Assets | | |
| Cash and pooled investments | \$ 1,312,011 | \$ 1,000,025 |
| Receivables | | |
| Taxes | <u>416,739</u> | <u>303,882</u> |
| Total assets | <u>\$ 1,728,750</u> | <u>\$ 1,303,907</u> |
| Liabilities, deferred inflows of resources and fund balances | | |
| Liabilities | | |
| Accounts payable | \$ - | \$ 185,457 |
| Deferred inflows of resources | | |
| Unavailable revenue | 621,440 | 589,451 |
| Fund balances | | |
| Restricted | | |
| Dedicated millage | <u>1,107,310</u> | <u>528,999</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 1,728,750</u> | <u>\$ 1,303,907</u> |

CASCADE CHARTER TOWNSHIP

PATHWAYS SPECIAL REVENUE FUND COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|-------------------|
| Revenues | | |
| Property taxes | | |
| Current property taxes | \$ 613,098 | \$ 588,105 |
| Delinquent property taxes | 1,589 | 1,519 |
| Industrial facilities taxes | 5,317 | 6,269 |
| Interest and penalties on taxes | 187 | 109 |
| Total property taxes | <u>620,191</u> | <u>596,002</u> |
| Interest | <u>35,436</u> | <u>8,890</u> |
| Total revenues | <u>655,627</u> | <u>604,892</u> |
| Expenditures | | |
| Current | | |
| Recreation and cultural | | |
| Parks and recreations | | |
| Supplies | 8,776 | 14,725 |
| Other services and charges | 5,810 | 16,601 |
| Total recreation and cultural | <u>14,586</u> | <u>31,326</u> |
| Capital outlay | <u>11,756</u> | <u>653,630</u> |
| Total expenditures | <u>26,342</u> | <u>684,956</u> |
| Revenues over (under) expenditures | 629,285 | (80,064) |
| Other financing sources (uses) | | |
| Transfers out | <u>(50,974)</u> | <u>(50,974)</u> |
| Net changes in fund balances | 578,311 | (131,038) |
| Fund balances, beginning of year | <u>528,999</u> | <u>660,037</u> |
| Fund balances, end of year | <u>\$ 1,107,310</u> | <u>\$ 528,999</u> |

CASCADE CHARTER TOWNSHIP

INSPECTIONS SPECIAL REVENUE FUND COMPARATIVE BALANCE SHEET

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|--|---------------------|---------------------|
| Assets | | |
| Cash and pooled investments | \$ 3,992,872 | \$ 2,952,611 |
| Prepaid items | <u>13,456</u> | <u>17,303</u> |
| Total assets | <u>\$ 4,006,328</u> | <u>\$ 2,969,914</u> |
| Liabilities and fund balances | | |
| Liabilities | | |
| Accounts payable | \$ 52,230 | \$ 78,832 |
| Accrued payroll and benefits | 34,415 | 34,773 |
| Due to other funds | <u>13,148</u> | <u>-</u> |
| Total liabilities | <u>99,793</u> | <u>113,605</u> |
| Fund balances | | |
| Nonspendable | | |
| Prepaid items | 13,456 | 17,303 |
| Restricted | | |
| Inspections | <u>3,893,079</u> | <u>2,839,006</u> |
| Total fund balances | <u>3,906,535</u> | <u>2,856,309</u> |
| Total liabilities and fund balances | <u>\$ 4,006,328</u> | <u>\$ 2,969,914</u> |

CASCADE CHARTER TOWNSHIP
INSPECTIONS SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Revenues | | |
| Licenses and permits | | |
| Building permits | \$ 396,768 | \$ 289,160 |
| Electrical permits | 124,746 | 103,060 |
| Mechanical permits | 142,832 | 106,803 |
| Plumbing permits | 68,923 | 52,608 |
| Permits - other townships | 2,344,399 | 1,398,466 |
| Plan reviews | 52,741 | 48,959 |
| Contractor registration fees | 15,120 | 7,725 |
| Total licenses and permits | <u>3,145,529</u> | <u>2,006,781</u> |
| Interest | 43,517 | 37,464 |
| Miscellaneous | <u>2,050</u> | <u>7,054</u> |
| Total revenues | <u>3,191,096</u> | <u>2,051,299</u> |
| Expenditures | | |
| Current | | |
| Public safety | | |
| Inspections | | |
| Personnel services | 1,355,907 | 1,271,888 |
| Supplies | 10,351 | 12,205 |
| Other services and charges | 601,526 | 439,138 |
| Total public safety | <u>1,967,784</u> | <u>1,723,231</u> |
| Capital outlay | <u>15,445</u> | <u>107,132</u> |
| Total expenditures | <u>1,983,229</u> | <u>1,830,363</u> |
| Revenues over (under) expenditures | 1,207,867 | 220,936 |
| Transfers out | <u>(157,641)</u> | <u>(119,831)</u> |
| Net changes in fund balances | 1,050,226 | 101,105 |
| Fund balances, beginning of year | <u>2,856,309</u> | <u>2,755,204</u> |
| Fund balances, end of year | <u>\$ 3,906,535</u> | <u>\$ 2,856,309</u> |

CASCADE CHARTER TOWNSHIP

OPEN SPACE SPECIAL REVENUE FUND COMPARATIVE BALANCE SHEET

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|---------------------|
| Assets | | |
| Cash and pooled investments | \$ 1,021,090 | \$ 1,005,837 |
| Receivables | | |
| Taxes | <u>272,350</u> | <u>198,850</u> |
| Total assets | <u>\$ 1,293,440</u> | <u>\$ 1,204,687</u> |
| Liabilities, deferred inflows of resources and fund balances | | |
| Liabilities | | |
| Accounts payable | \$ 76,154 | \$ 4,929 |
| Deferred inflows of resources | | |
| Unavailable revenue | 406,252 | 385,694 |
| Fund balances | | |
| Restricted | | |
| Dedicated millage | <u>811,034</u> | <u>814,064</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 1,293,440</u> | <u>\$ 1,204,687</u> |

CASCADE CHARTER TOWNSHIP
OPEN SPACE SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|-----------------------|-----------------------|
| Revenues | | |
| Property taxes | | |
| Current property taxes | \$ 401,169 | \$ 384,889 |
| Delinquent property taxes | 752 | 835 |
| Industrial facilities taxes | 3,479 | 4,179 |
| Interest and penalties on taxes | <u>410</u> | <u>71</u> |
| Total property taxes | 405,810 | 389,974 |
| Interest | <u>8,838</u> | <u>(172)</u> |
| Total revenues | 414,648 | 389,802 |
| Expenditures | | |
| Current | | |
| Recreation and cultural | | |
| Parks and recreations | | |
| Other services and charges | <u>95,496</u> | <u>19,736</u> |
| Revenues over (under) expenditures | 319,152 | 370,066 |
| Other financing sources (uses) | | |
| Transfers out | <u>(322,182)</u> | <u>(322,858)</u> |
| Net changes in fund balances | (3,030) | 47,208 |
| Fund balances, beginning of year | <u>814,064</u> | <u>766,856</u> |
| Fund balances, end of year | <u>\$ 811,034</u> | <u>\$ 814,064</u> |

CASCADE CHARTER TOWNSHIP

**CASCADE DAM MAJOR REPAIR SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET**

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|-------------|-------------|
| Assets | | |
| Cash and pooled investments | \$ 612,361 | \$ 563,145 |
| Receivables | | |
| Lease related | 108,741 | - |
| Total assets | \$ 721,102 | \$ 563,145 |
| Liabilities, deferred inflows of resources and fund balances | | |
| Liabilities | | |
| Accounts payable | \$ - | \$ - |
| Deferred inflows of resources | | |
| Lease related | 108,741 | - |
| Fund balances | | |
| Restricted | | |
| Dam repairs | 612,361 | 563,145 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 721,102 | \$ 563,145 |

CASCADE CHARTER TOWNSHIP

CASCADE DAM MAJOR REPAIR SPECIAL REVENUE FUND COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|-------------------|-------------------|
| Revenues | | |
| Interest | \$ 4,216 | \$ 6,898 |
| Miscellaneous | <u>5,000</u> | <u>5,000</u> |
| Total revenues | 9,216 | 11,898 |
| Expenditures | | |
| Capital outlay | <u>-</u> | <u>-</u> |
| Revenues over (under) expenditures | 9,216 | 11,898 |
| Other financing sources (uses) | | |
| Transfers in | <u>40,000</u> | <u>40,000</u> |
| Net changes in fund balances | 49,216 | 51,898 |
| Fund balances, beginning of year | <u>563,145</u> | <u>511,247</u> |
| Fund balances, end of year | <u>\$ 612,361</u> | <u>\$ 563,145</u> |

CASCADE CHARTER TOWNSHIP

**HAZMAT SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET**

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|--|------------------|------------------|
| Assets | | |
| Cash and pooled investments | \$ 45,208 | \$ 43,837 |
| Total assets | <u>\$ 45,208</u> | <u>\$ 43,837</u> |
| Liabilities and fund balances | | |
| Fund balances | | |
| Restricted | | |
| HAZMAT | \$ 45,208 | \$ 43,837 |
| Total liabilities and fund balances | <u>\$ 45,208</u> | <u>\$ 43,837</u> |

CASCADE CHARTER TOWNSHIP

HAZMAT SPECIAL REVENUE FUND COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|------------------|------------------|
| Revenues | | |
| Charges for services | | |
| HAZMAT fees | \$ 4,000 | \$ 4,000 |
| Interest | <u>168</u> | <u>114</u> |
| Total revenues | <u>4,168</u> | <u>4,114</u> |
| Expenditures | | |
| Current | | |
| Public safety | | |
| HAZMAT | | |
| Other services and charges | 2,700 | 548 |
| Capital outlay | <u>2,097</u> | <u>55</u> |
| Total expenditures | <u>4,797</u> | <u>603</u> |
| Revenues over (under) expenditures | (629) | 3,511 |
| Other financing sources (uses) | | |
| Transfers in | <u>2,000</u> | <u>2,000</u> |
| Net changes in fund balances | 1,371 | 5,511 |
| Fund balances, beginning of year | <u>43,837</u> | <u>38,326</u> |
| Fund balances, end of year | <u>\$ 45,208</u> | <u>\$ 43,837</u> |

CASCADE CHARTER TOWNSHIP

**CORONAVIRUS GRANTS SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET**

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|--|---------------------|---------------------|
| Assets | | |
| Cash and pooled investments | \$ 2,071,498 | \$ 1,038,899 |
| Liabilities, deferred inflows and fund balances | | |
| Deferred inflows of resources | | |
| Unearned revenue | \$ 2,039,352 | \$ 1,015,599 |
| Fund balances | | |
| Assigned COVID | <u>32,146</u> | <u>23,300</u> |
| Total liabilities and fund balances | <u>\$ 2,071,498</u> | <u>\$ 1,038,899</u> |

CASCADE CHARTER TOWNSHIP

CORONAVIRUS GRANTS SPECIAL REVENUE FUND COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|------------------|------------------|
| Revenues | | |
| Government grants | | |
| Federal | \$ - | \$ 79,452 |
| Interest | 8,846 | 903 |
| | <hr/> | <hr/> |
| Total revenues | 8,846 | 80,355 |
| | <hr/> | <hr/> |
| Expenditures | | |
| Current | | |
| General government | | |
| COVID | | |
| Personnel services | - | 57,055 |
| Supplies | - | 709 |
| | <hr/> | <hr/> |
| Total expenditures | - | 57,764 |
| | <hr/> | <hr/> |
| Net changes in fund balances | 8,846 | 22,591 |
| Fund balances, beginning of year | 23,300 | 709 |
| | <hr/> | <hr/> |
| Fund balances, end of year | <u>\$ 32,146</u> | <u>\$ 23,300</u> |

CASCADE CHARTER TOWNSHIP

**BUILDING AUTHORITY DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET**

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|--|-------------|-------------|
| Assets | | |
| Cash and pooled investments | \$ - | \$ - |
| Liabilities and fund balances | | |
| Fund balances | | |
| Assigned | | |
| Debt service | \$ - | \$ - |
| Total liabilities and fund balances | \$ - | \$ - |

CASCADE CHARTER TOWNSHIP

***BUILDING AUTHORITY DEBT SERVICE FUND
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE***

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|----------------|----------------|
| Expenditures | | |
| Debt service | | |
| Principal | \$ 284,000 | \$ 279,000 |
| Interest and fees | <u>38,182</u> | <u>43,858</u> |
| Revenues over (under) expenditures | (322,182) | (322,858) |
| Other financing sources (uses) | | |
| Transfers in | <u>322,182</u> | <u>322,858</u> |
| Net changes in fund balances | - | - |
| Fund balances, beginning of year | <u>-</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ -</u> | <u>\$ -</u> |

CASCADE CHARTER TOWNSHIP

**FIRE STATION CAPITAL PROJECT FUND
COMPARATIVE BALANCE SHEET**

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|--|--------------|-------------|
| Assets | | |
| Cash and pooled investments | \$ 4,750,970 | \$ - |
| Liabilities and fund balances | | |
| Liabilities | | |
| Accounts payable | \$ 561,317 | \$ - |
| Due to other funds | 7,048 | - |
| Total liabilities | 568,365 | - |
| Fund balances | | |
| Restricted | | |
| Capital projects | 4,182,605 | - |
| Total liabilities and fund balances | \$ 4,750,970 | \$ - |

CASCADE CHARTER TOWNSHIP

**FIRE STATION CAPITAL PROJECT FUND
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE**

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|---------------------|-------------|
| Revenues | | |
| Interest | \$ 56,103 | \$ - |
| Expenditures | | |
| Current | | |
| Public Safety | | |
| Other services and charges | 123,397 | - |
| Capital outlay | <u>1,748,289</u> | <u>-</u> |
| Total expenditures | <u>1,871,686</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>(1,815,583)</u> | <u>-</u> |
| Other financing sources (uses) | | |
| Bond issue | 5,690,000 | - |
| Bond premium | <u>308,188</u> | <u>-</u> |
| Total other financing sources (uses) | <u>5,998,188</u> | <u>-</u> |
| Net changes in fund balances | 4,182,605 | - |
| Fund balances, beginning of year | <u>-</u> | <u>-</u> |
| Fund balances, end of year | <u>\$ 4,182,605</u> | <u>\$ -</u> |

CASCADE CHARTER TOWNSHIP

**CEMETERY PERPETUAL CARE FUND
COMPARATIVE BALANCE SHEET**

DECEMBER 31, 2022 and 2021

| | <u>2022</u> | <u>2021</u> |
|--|-------------------|-------------------|
| Assets | | |
| Cash and pooled investments | \$ 133,510 | \$ 126,306 |
| Liabilities and fund balances | | |
| Liabilities | | |
| Fund balances | | |
| Nonspendable | | |
| Cemetery trust | \$ 117,279 | \$ 112,729 |
| Committed | | |
| Cemetery trust | <u>16,231</u> | <u>13,577</u> |
| Total fund balances | <u>133,510</u> | <u>126,306</u> |
| Total liabilities and fund balances | <u>\$ 133,510</u> | <u>\$ 126,306</u> |

CASCADE CHARTER TOWNSHIP

**CEMETERY PERPETUAL CARE FUND
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE**

FOR THE YEARS ENDED DECEMBER 31, 2021 and 2021

| | <u>2022</u> | <u>2021</u> |
|---|-------------------|-------------------|
| Revenues | | |
| Charges for services | | |
| Cemetery care fees | \$ 4,550 | \$ 5,360 |
| Interest | 659 | 497 |
| Miscellaneous | | |
| Contributions | <u>5</u> | <u>-</u> |
| Total revenues | 5,214 | 5,857 |
| Expenditures | | |
| Current | | |
| General government | | |
| Cemetery | <u>110</u> | <u>-</u> |
| Revenues over (under) expenditures | 5,104 | 5,857 |
| Other financing sources (uses) | | |
| Transfers in | <u>2,100</u> | <u>1,875</u> |
| Net changes in fund balances | 7,204 | 7,732 |
| Fund balances, beginning of year | <u>126,306</u> | <u>118,574</u> |
| Fund balances, end of year | <u>\$ 133,510</u> | <u>\$ 126,306</u> |

CASCADE CHARTER TOWNSHIP

**FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION**

DECEMBER 31, 2022

| | Custodial Funds | | |
|-----------------------------|------------------------------------|------------------------------------|------------------|
| | Escrow Deposit Fund | Tax Collection Fund | Total |
| Assets | | | |
| Cash and pooled investments | \$ 236,402 | \$ 2,479,513 | \$ 2,715,915 |
| Total assets | <u>236,402</u> | <u>2,479,513</u> | <u>2,715,915</u> |
| Liabilities | | | |
| Accounts payable | 8,807 | 11,151 | 19,958 |
| Escrow deposits | 227,595 | - | 227,595 |
| Due to other governments | <u>-</u> | <u>2,468,362</u> | <u>2,468,362</u> |
| Total liabilities | <u>236,402</u> | <u>2,479,513</u> | <u>2,715,915</u> |
| Net position | | | |
| Restricted | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

CASCADE CHARTER TOWNSHIP

FIDUCIARY FUNDS COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FOR THE YEAR ENDED DECEMBER 31, 2022

| | Custodial Funds | | |
|---|---------------------------|---------------------------|---------------|
| | Escrow Deposit Fund | Tax Collection Fund | Total |
| Additions | | | |
| Property taxes collected for other governments | \$ - | \$ 61,145,289 | \$ 61,145,289 |
| Escrow deposits collected | 31,441 | - | 31,441 |
| Total additions | 31,441 | 61,145,289 | 61,176,730 |
| Deductions | | | |
| Property taxes distributed to other governments | - | 61,145,289 | 61,145,289 |
| Escrow funds used to cover expenses | 31,441 | - | 31,441 |
| Total deductions | 31,441 | 61,145,289 | 61,176,730 |
| Net increase | - | - | - |
| Net position, beginning of year | - | - | - |
| Net position, end of year | \$ - | \$ - | \$ - |

CASCADE CHARTER TOWNSHIP
DOWNTOWN DEVELOPMENT AUTHORITY
BALANCE SHEET/STATEMENT OF NET POSITION

DECEMBER 31, 2022

| | Governmental Fund Type General Fund | Adjustments | Statement of Net Position |
|--|--|--------------------|--|
| Assets | | | |
| Cash and pooled investments | \$ 2,629,989 | \$ - | \$ 2,629,989 |
| Receivables | | | |
| Lease related | 592,077 | | 592,077 |
| Taxes | 328,183 | - | 328,183 |
| Capital assets | | | |
| Non-depreciable | - | 59,366 | 59,366 |
| Depreciable capital assets, net | - | <u>4,131,252</u> | <u>4,131,252</u> |
| Total assets | <u>\$ 3,550,249</u> | <u>4,190,618</u> | <u>7,740,867</u> |
| Liabilities, deferred inflows of resources and fund balance | | | |
| Liabilities | | | |
| Accounts payable | \$ 11,459 | \$ - | 11,459 |
| Accrued interest payable | - | 3,835 | 3,835 |
| Bonds and notes payable - current portion | - | 75,000 | 75,000 |
| Bonds and notes payable | - | <u>518,700</u> | <u>518,700</u> |
| Total liabilities | <u>11,459</u> | <u>597,535</u> | <u>608,994</u> |
| Deferred inflows of resources | | | |
| Unavailable revenue | 328,183 | - | 328,183 |
| Lease related | <u>592,077</u> | <u>-</u> | <u>592,077</u> |
| Total deferred inflows of resources | 920,260 | | 920,260 |
| Fund balance | | | |
| Unassigned | <u>2,618,530</u> | <u>(2,618,530)</u> | |
| Total liabilities, deferred inflows of resources and fund balance | <u>\$ 3,550,249</u> | | |
| Net position | | | |
| Net investment in capital assets | | | 4,190,618 |
| Unrestricted | | | <u>2,020,995</u> |
| Total net position | | | <u>\$ 6,211,613</u> |
| Reconciliation of fund balances to net position: | | | |
| Fund balance of governmental fund | | | \$ 2,618,530 |
| Amounts reported for governmental activities in the statement of net position are different because: | | | |
| Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds | | | |
| Add - land and construction in progress | | | 59,366 |
| Add - capital assets (net of accumulated depreciation) | | | 4,131,252 |
| Certain liabilities are not due and payable in the current period and therefore are not reported in the funds. | | | |
| Deduct - bonds and notes payable | | | (593,700) |
| Deduct - accrued interest | | | <u>(3,835)</u> |
| Net position of governmental activities | | | <u>\$ 6,211,613</u> |

CASCADE CHARTER TOWNSHIP

**DOWNTOWN DEVELOPMENT AUTHORITY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE/STATEMENT OF ACTIVITIES**

FOR THE YEAR ENDED DECEMBER 31, 2022

| | Governmental Fund Type General Fund | Adjustments | Statement of Activities |
|--|--|--------------------|--|
| Revenues | | | |
| Taxes | \$ 1,120,606 | \$ - | \$ 1,120,606 |
| Interest | 27,866 | - | 27,866 |
| Miscellaneous | <u>109,627</u> | <u>-</u> | <u>109,627</u> |
| Total revenues | <u>1,258,099</u> | <u>-</u> | <u>1,258,099</u> |
| Expenditures | | | |
| Current | | | |
| General government | 580,113 | 230,065 | 810,178 |
| Debt service | | | |
| Principal | 75,022 | (75,000) | 22 |
| Interest | <u>21,753</u> | <u>(1,609)</u> | <u>20,144</u> |
| Total expenditures | <u>676,888</u> | <u>153,456</u> | <u>830,344</u> |
| Net changes in fund balance | 581,211 | | |
| Change in net position | | | 427,755 |
| Fund balance/net position, beginning of year | <u>2,037,319</u> | | <u>5,783,858</u> |
| Fund balance/net position, end of year | <u>\$ 2,618,530</u> | | <u>\$ 6,211,613</u> |
| Reconciliation of change in fund balances to change in net position | | | |
| Net change in fund balance of governmental fund | | | \$ 581,211 |
| Amounts reported for <i>governmental activities</i> in the statement of activities are different because: | | | |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. | | | |
| Add - capital outlay | | | 71,597 |
| Deduct - depreciation expense | | | (301,662) |
| Repayment of bond or note principal is an expenditure in the governmental funds, but the repayment reduces the long-term liabilities in the statement of net position. | | | |
| Add - principal payments on debt | | | 75,000 |
| Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds. | | | |
| Add - decrease in accrued interest | | | <u>1,609</u> |
| Change in net position of governmental activities | | | <u>\$ 427,755</u> |

CASCADE CHARTER TOWNSHIP

**BROWNFIELD REDEVELOPMENT AUTHORITY
BALANCE SHEET/STATEMENT OF NET POSITION**

DECEMBER 31, 2022

| | Governmental Fund Type General Fund | Adjustments | Statement of Net Position |
|--|--|--------------------|--|
| Assets | | | |
| Cash and pooled investments | \$ 10,906 | \$ - | \$ 10,906 |
| Total assets | <u>\$ 10,906</u> | <u>-</u> | 10,906 |
| Liabilities, deferred inflows of resources and fund balance | | | |
| Liabilities | | | |
| Bonds and notes payable | \$ - | 266,435 | 266,435 |
| Fund balance | | | |
| Unassigned | 10,906 | (10,906) | |
| Total liabilities, deferred inflows of resources and fund balance | <u>\$ 10,906</u> | | |
| Net position | | | |
| Unrestricted | | | <u>\$ (255,529)</u> |
| Reconciliation of fund balances to net position: | | | |
| Fund balance of governmental fund | | | \$ 10,906 |
| Amounts reported for governmental activities in the statement of net position are different because: | | | |
| Certain liabilities are not due and payable in the current period and therefore are not reported in the funds. | | | |
| Deduct - bonds and notes payable | | | <u>(266,435)</u> |
| Net position of governmental activities | | | <u>\$ (255,529)</u> |

CASCADE CHARTER TOWNSHIP

**BROWNFIELD REDEVELOPMENT AUTHORITY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE/STATEMENT OF ACTIVITIES**

FOR THE YEAR ENDED DECEMBER 31, 2022

| | Governmental Fund Type General Fund | Adjustments | Statement of Activities |
|--|--|--------------------|--|
| Revenues | | | |
| Taxes | \$ 78 | \$ - | \$ 78 |
| State grant | 427,906 | - | 427,906 |
| Interest | <u>389</u> | <u>-</u> | <u>389</u> |
| Total revenues | 428,373 | - | 428,373 |
| Expenditures | | | |
| Current | | | |
| General government | <u>683,902</u> | <u>-</u> | <u>683,902</u> |
| Revenues over (under) expenditures | (255,529) | | |
| Other financing sources (uses) | | | |
| Installment note proceeds | <u>266,435</u> | <u>(266,435)</u> | - |
| Net changes in fund balance | 10,906 | | |
| Change in net position | | | (255,529) |
| Fund balance/net position, beginning of year | <u>-</u> | | <u>-</u> |
| Fund balance/net position, end of year | <u>\$ 10,906</u> | | <u>\$ (255,529)</u> |
| Reconciliation of change in fund balances to change in net position | | | |
| Net change in fund balance of governmental fund | | | \$ 10,906 |
| Amounts reported for <i>governmental activities</i> in the statement of activities are different because | | | |
| Bond or note proceeds provide current financial resources to governmental funds in the period | | | |
| issued, but issuing debt increases long-term liabilities in the statement of net position. | | | |
| Deduct - issuance of installment note | | | <u>(266,435)</u> |
| Change in net position of governmental activities | | | <u>\$ (255,529)</u> |